

**SUNRIGHT LIMITED**

**Full Year Financial Statements Announcement for the financial year ended 31 July 2018**

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

**1(a)(i) A statement of comprehensive income (for the group), together with a comparative statement for the corresponding period of the immediate preceding financial year**

	Group		
	S\$'000		%
	31 July 2018	31 July 2017	Change
<b>Revenue</b>	153,382	147,965	4%
<b>Other items of income:</b>			
Interest income	1,480	1,069	38%
Dividend income	86	67	28%
Gain on disposal of investment securities held for trading	-	15	NM
Fair value gain on investment securities held for trading	334	218	53%
	155,282	149,334	4%
<b>Items of expenses:</b>			
Raw materials and consumables used	(31,798)	(34,387)	-8%
Changes in inventories of finished goods and work-in-progress	(1,839)	(237)	NM
Employee benefits expense	(50,920)	(49,661)	3%
Depreciation of property, plant and equipment	(27,067)	(22,573)	20%
Reversal of impairment of property, plant and equipment	1,102	-	NM
Operating lease expense	(1,704)	(1,621)	5%
Finance costs	(1,525)	(915)	67%
Other operating expenses	(26,386)	(24,075)	10%
	15,145	15,865	-5%
<b>Profit before tax</b>	15,145	15,865	-5%
Income tax (expense)/credit	(1,511)	815	NM
	13,634	16,680	-18%
<b>Profit for the year</b>	13,634	16,680	-18%
<b>Other comprehensive income:</b>			
<b>Item that will not be reclassified to profit or loss</b>			
Remeasurement gain/(loss) arising from defined benefit plans, net of tax	10	(8)	NM
<b>Item that may be reclassified subsequently to profit or loss</b>			
Foreign currency translation gain/(loss)	4,517	(4,017)	NM
	4,527	(4,025)	NM
<b>Other comprehensive income for the year, net of tax</b>	4,527	(4,025)	NM
	18,161	12,655	44%
<b>Total comprehensive income for the year</b>	18,161	12,655	44%
<b>Profit attributable to:</b>			
Owners of the Company	6,794	9,246	-27%
Non-controlling interests	6,840	7,434	-8%
	13,634	16,680	-18%
<b>Total comprehensive income attributable to:</b>			
Owners of the Company	8,929	7,406	21%
Non-controlling interests	9,232	5,249	76%
	18,161	12,655	44%
<b>Earnings per share (cents)</b>			
- Basic	5.5	7.5	-27%

**Note:**

(i) NM - Percentage change not meaningful.

**1(a)(ii) The following items (with appropriate breakdown and explanations), if significant, must either be included in the income statement or in the notes to the income statement for the current financial period reported on and the corresponding period of the immediate preceding financial year:**

The following items have been included in arriving at profit before tax:

	Group		
	S\$'000		%
	31 July 2018	31 July 2017	Change
(Write-down)/write-back of inventories	(962)	592	NM
Impairment loss on trade receivables	(6)	(40)	-85%
Exchange loss, net	(63)	(93)	-32%
Net gain on disposal of property, plant and equipment	56	257	-78%
Under provision of current income tax in respect of previous years	(24)	(38)	-37%
Over provision of deferred tax in respect of previous years	98	2,315	-96%

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

	Group		Company	
	S\$'000		S\$'000	
	31 July 2018	31 July 2017	31 July 2018	31 July 2017
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, plant and equipment	74,226	79,717	719	936
Investment in subsidiaries	-	-	13,637	13,480
Deferred tax assets	1,082	249	-	-
<b>Total non-current assets</b>	<b>75,308</b>	<b>79,966</b>	<b>14,356</b>	<b>14,416</b>
<b>Current assets</b>				
Investment securities held for trading	3,754	3,047	519	496
Inventories	4,514	5,975	-	-
Prepayments	1,633	1,215	63	164
Tax recoverables	409	199	-	-
Trade and other receivables	35,571	36,027	3,974	3,844
Cash and short-term deposits	87,383	68,195	20,410	20,635
<b>Total current assets</b>	<b>133,264</b>	<b>114,658</b>	<b>24,966</b>	<b>25,139</b>
<b>Total assets</b>	<b>208,572</b>	<b>194,624</b>	<b>39,322</b>	<b>39,555</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Share capital	35,727	35,727	35,727	35,727
Retained earnings/(accumulated losses)	52,695	46,259	(3,207)	(3,305)
Other reserves	(2,357)	(4,482)	155	155
<b>Total equity attributable to owners of the Company</b>	<b>86,065</b>	<b>77,504</b>	<b>32,675</b>	<b>32,577</b>
Non-controlling interests	61,615	53,744	-	-
<b>Total equity</b>	<b>147,680</b>	<b>131,248</b>	<b>32,675</b>	<b>32,577</b>
<b>Non-current liabilities</b>				
Loans and borrowings	16,338	12,518	319	301
Loan from subsidiary	-	-	-	102
Defined benefit liabilities	1,049	1,033	-	-
Deferred tax liabilities	2,860	1,848	1,848	1,848
<b>Total non-current liabilities</b>	<b>20,247</b>	<b>15,399</b>	<b>2,167</b>	<b>2,251</b>
<b>Current liabilities</b>				
Trade and other payables	21,093	34,510	1,983	2,310
Loans and borrowings	19,393	13,348	2,410	2,340
Provisions	20	22	-	-
Income tax payable	139	97	87	77
<b>Total current liabilities</b>	<b>40,645</b>	<b>47,977</b>	<b>4,480</b>	<b>4,727</b>
<b>Total equity and liabilities</b>	<b>208,572</b>	<b>194,624</b>	<b>39,322</b>	<b>39,555</b>

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

Amount repayable in one year or less, or on demand

As at 31.7.2018		As at 31.7.2017	
Secured	Unsecured	Secured	Secured
S\$4,351,000	S\$15,042,000	S\$2,747,000	S\$10,601,000

Amount repayable after one year

As at 31.7.2018		As at 31.7.2017	
Secured	Unsecured	Secured	Unsecured
S\$3,612,000	S\$12,726,000	S\$2,376,000	S\$10,142,000

Details of any collaterals

The Group's loans and borrowings include obligations under finance leases and bank loans. Obligations under finance leases and bank loans are secured on certain assets of the companies within the Group of net book value amounting to S\$3,388,000 (31.7.2017: S\$3,212,000).

**1(c) A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediate preceding financial year**

	As at 31.7.2018	As at 31.7.2017
	S\$'000	S\$'000
<b>Cash flows from operating activities:</b>		
Profit before tax	15,145	15,865
Adjustments for:		
Interest income	(1,480)	(1,069)
Net gain on disposal of property, plant and equipment	(56)	(257)
Depreciation of property, plant and equipment	27,067	22,573
Reversal of impairment of property, plant and equipment	(1,102)	-
Property, plant and equipment written off	2	2
Write-down/(write-back) of inventories	962	(592)
Impairment loss on trade receivables	6	40
Dividend income	(86)	(67)
Net fair value gain on investment securities held for trading	(334)	(218)
Net gain on disposal of investment securities held for trading	-	(15)
Finance costs	1,525	887
Unrealised exchange loss/(gain)	61	(7)
<b>Operating cash flows before changes in working capital</b>	<b>41,710</b>	<b>37,142</b>
Decrease/(increase) in inventories	499	(362)
Increase in prepayments and receivables	(1,673)	(4,586)
(Decrease)/increase in payables	(11,267)	334
<b>Cash flows from operations</b>	<b>29,269</b>	<b>32,528</b>
Income taxes paid	(1,534)	(1,587)
Interest paid	(1,405)	(887)
Interest received	1,213	1,069
<b>Net cash flows from operating activities</b>	<b>27,543</b>	<b>31,123</b>
<b>Cash flows from investing activities:</b>		
Increase in short-term deposits with maturity of more than three months	(27,991)	(6,649)
Dividends income	86	67
Purchase of property, plant and equipment	(14,457)	(34,954)
Proceeds from disposal of property, plant and equipment	71	1,351
Purchase of investment securities held for trading	(560)	(1,222)
Proceeds from disposal of investment securities held for trading	340	719
<b>Net cash flows used in investing activities</b>	<b>(42,511)</b>	<b>(40,688)</b>
<b>Cash flows from financing activities:</b>		
Proceeds from term loans	23,256	20,095
Repayment of term loans	(15,052)	(11,751)
Repayment of obligations under finance leases	(1,913)	(1,076)
Dividends paid on ordinary shares	(368)	(246)
Dividends paid to non-controlling interests	(1,361)	(680)
<b>Net cash flows from financing activities</b>	<b>4,562</b>	<b>6,342</b>
Net decrease in cash and cash equivalents	(10,406)	(3,223)
Effect of exchange rate changes on cash and cash equivalents	1,603	(1,921)
Cash and cash equivalents at beginning of the year	45,430	50,574
<b>Cash and cash equivalents at end of the year</b>	<b>36,627</b>	<b>45,430</b>

**Notes:**

During the financial year ended 31 July 2018, the Group generated S\$27,543,000 and \$4,562,000 from its operating and financing activities respectively, and used S\$42,511,000 in its investing activities. These resulted in a net decrease of S\$10,406,000 in the Group's cash and cash equivalents as compared to 31 July 2017.

Cash and cash equivalents as at 31 July 2018 comprised of the following:

	Group	
	S\$'000	
	31 July 2018	31 July 2017
Cash at banks and on hand	14,755	21,996
Bank deposits	72,628	46,199
Cash and short-term deposits	87,383	68,195
Less: Bank deposits with maturity more than three months	(50,756)	(22,765)
Cash and cash equivalents	36,627	45,430

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 immediate preceding financial year

Statement of changes in equity for financial year ended 31 July 2018

	Total equity	Total equity attributable to owners of the Company	Share capital	Retained earnings/ (accumulated losses)	Foreign currency translation reserve	Capital reserve	Statutory reserve fund	Non-controlling interests
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>The Group</b>								
As at 1 August 2017	131,248	77,504	35,727	46,259	(17,072)	11,730	860	53,744
Profit for the year	13,634	6,794	-	6,794	-	-	-	6,840
Other comprehensive income for the year, net of tax	4,527	2,135	-	10	2,125	-	-	2,392
Total comprehensive income for the year	18,161	8,929	-	6,804	2,125	-	-	9,232
Dividends on ordinary shares	(368)	(368)	-	(368)	-	-	-	-
Dividends paid to non-controlling interests	(1,361)	-	-	-	-	-	-	(1,361)
As at 31 July 2018	147,680	86,065	35,727	52,695	(14,947)	11,730	860	61,615
<b>The Company</b>								
As at 1 August 2017	32,577	32,577	35,727	(3,305)	-	155	-	-
Total comprehensive income for the year	466	466	-	466	-	-	-	-
Dividends on ordinary shares	(368)	(368)	-	(368)	-	-	-	-
As at 31 July 2018	32,675	32,675	35,727	(3,207)	-	155	-	-

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 immediate preceding financial year

Statement of changes in equity for financial year ended 31 July 2017

	Total equity	Total equity attributable to owners of the Company	Share capital	Retained earnings/ (accumulated losses)	Foreign currency translation reserve	Capital reserve	Statutory reserve fund	Non-controlling interests
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>The Group</b>								
As at 1 August 2016	119,519	70,344	35,727	37,267	(15,240)	11,730	860	49,175
Profit for the year	16,680	9,246	-	9,246	-	-	-	7,434
Other comprehensive income for the year, net of tax	(4,025)	(1,840)	-	(8)	(1,832)	-	-	(2,185)
Total comprehensive income for the year	12,655	7,406	-	9,238	(1,832)	-	-	5,249
Dividends on ordinary shares	(246)	(246)	-	(246)	-	-	-	-
Dividends paid to non-controlling interests	(680)	-	-	-	-	-	-	(680)
As at 31 July 2017	131,248	77,504	35,727	46,259	(17,072)	11,730	860	53,744
<b>The Company</b>								
As at 1 August 2016	31,210	31,210	35,727	(4,672)	-	155	-	-
Total comprehensive income for the year	1,613	1,613	-	1,613	-	-	-	-
Dividends on ordinary shares	(246)	(246)	-	(246)	-	-	-	-
As at 31 July 2017	32,577	32,577	35,727	(3,305)	-	155	-	-

**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 company, 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 were no changes in share capital during the financial year.

The Company did not have any outstanding convertibles as at 31 July 2018 and 31 July 2017.

There were neither treasury shares nor share option outstanding as at 31 July 2018 and 31 July 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**

	<b>Company</b>	
	As at 31 July 2018	As at 31 July 2017
Total number of issued shares, excluding treasury shares	122,806,000	122,806,000

The Company did not have any treasury shares.

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

Not applicable.

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

The figures have not been audited or reviewed by the 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 company’s most recently audited annual financial statements have been applied**

The Group had applied the same accounting policies and methods of computation in the financial statements for the current reporting year compared with those of the audited financial statements as at 31 July 2017.

**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**

In the current financial year, the Group had adopted all the new/revised Financial Reporting Standards (FRS) and Interpretations of FRS (INT FRS) that are effective for annual periods beginning on or after 1 August 2017. The adoption of these standards and interpretations did not have any effect on the financial performance or position of the Group and the Company.

**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**

	<b>Group</b>	
	31 July 2018	31 July 2017
Earnings per ordinary share*	5.5 cents	7.5 cents

\* The basic earnings per share was based on the profit for the year attributable to owners of the Company of S\$6,794,000 (2017: S\$9,246,000) and the weighted average number of 122,806,000 (2017: 122,806,000) ordinary shares outstanding during the financial year.

**7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued share capital excluding treasury shares of the company at the end of the:- (a) current financial period reported on; and (b) immediately preceding financial year**

	<b>Group</b>		<b>Company</b>	
	31 July 2018	31 July 2017	31 July 2018	31 July 2017
Net asset value per ordinary share	70.0 cents	63.1 cents	26.6 cents	26.5 cents

**8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-**

- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**
- (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on**

Review of performance

The Group's revenue for the financial year ended 31 July 2018 ("FY2018") was S\$153.4 million, representing an increase of S\$5.4 million or 4% from the preceding year. This increase was attributed to higher revenue in the burn-in, testing and electronic manufacturing services segment.

Raw materials and consumables used, as well as changes in inventories of finished goods and work-in-progress, were lower by S\$1.0 million or 3%, from S\$34.6 million to S\$33.6 million, in tandem with lower revenue from sale of manufactured goods.

Depreciation was higher by S\$4.5 million or 20%, from S\$22.6 million to S\$27.1 million, as additional machinery and test equipment were commissioned for use in the production.

Other operating expenses were higher by S\$2.3 million or 10%, from S\$24.1 million to S\$26.4 million. This is attributed mainly to a write-down of inventories of S\$1.0 million during the financial year compared with a write-back of S\$0.6 million reported in the previous year.

Consequently, the Group reported lower profit before tax of S\$15.1 million as compared to S\$15.9 million reported in the previous year, representing a decrease of S\$0.7 million or 5%.

Review of financial position

Non-current assets were lower by S\$4.7 million, from S\$80.0 million as at FY2017, to S\$75.3 million as at FY2018. The decrease was primarily due to lower property, plant and equipment, as a result of yearly depreciation of S\$27.1 million, offset by (i) capital expenditure of S\$17.1 million; (ii) translation effect of a stronger Ringgit Malaysia against the Singapore Dollar of S\$3.4 million; and (iii) reversal of impairment of S\$1.1 million.

Current assets increased by S\$18.6 million, from S\$114.7 million to S\$133.3 million, largely due to higher cash and short-term deposits of S\$19.2 million, which represented the net surplus cash generated from operations.

Non-current liabilities increased by S\$4.8 million or 31%, from S\$15.4 million to S\$20.2 million, following higher loans and borrowings by S\$3.8 million, to finance capital expenditure.

Current liabilities were lower by S\$7.3 million or 15%, from S\$48.0 million to S\$40.6 million, mainly attributable to lower trade and other payables by S\$13.4 million, after settlement of machinery and test equipment purchases of S\$8.4 million; and lower accrued operating expenses by S\$2.9 million. These were offset by higher loans and borrowings of S\$6.0 million to finance capital expenditure.

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

No significant variance.

**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**

World-wide semiconductor revenue is estimated to reach USD451 billion in 2018, representing a growth of 7.3% from USD420.4 billion in 2017.

According to the July 2018 International Monetary Fund Outlook Report, global growth is projected to reach 3.9% in 2018, from 3.7% in 2017.

The broad indices of the semiconductor industry and global growth are positive indicators of another satisfactory year.

However, these positive outlooks may be disrupted by the escalation of trade wars between major economies and uncertainties inflicted on cross border mergers and acquisitions seen in the semiconductor industry. These risks may momentarily impact the steady demand for our burn-in, testing and electronic manufacturing services, and deferral of customers' capital expenditure plans.

Nonetheless, the Group is relentlessly streamlining its operations to better position itself for business volatility.

**11. Dividend**

(a) ***Current Financial Period Reported On***

Any dividend recommended for the current financial period reported on? Yes

Name of Dividend	First and final tax exempt (one-tier)
Dividend Type	Cash
Dividend Amount per Ordinary Share	0.3 cent

(b) ***Corresponding Period of the Immediate Preceding Financial Year***

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

	Final Dividend
Name of Dividend	Ordinary tax exempt (one-tier)
Dividend Type	Cash
Dividend Amount per Ordinary Share	0.3 cent

**11. Dividend**

(c) ***Date payable***

7 December 2018

(d) ***Books closure date***

The Register of Members and the Transfer Books of the Company will be closed from 5.00 p.m. on 22 November 2018 for the preparation of dividend warrants.

Registrable transfers received by the Company's Share Registrar, Boardroom Corporate & Advisory Services Pte. Ltd. at 50 Raffles Place #32-01, Singapore Land Tower, Singapore 048623 up to 5.00 p.m. on 22 November 2018 will be registered before entitlements to the proposed first and final tax exempt (one-tier) dividend are determined. Members whose securities accounts with The Central Depository (Pte) Limited are credited with shares as at 5.00 p.m. on 22 November 2018 will be entitled for the proposed first and final tax exempt (one-tier) dividend.

**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**

No IPT mandate had been obtained.

## PART II – ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

14. Segmented revenue and results for business or geographical segment (of the group) in the form presented in the company's most recently audited annual financial statement, with comparative information for the immediately preceding year

(a) Business Segment

	Burn-in*, testing and electronic manufacturing services		Others ^		Eliminations		Consolidated	
	2018 S\$'000	2017 S\$'000	2018 S\$'000	2017 S\$'000	2018 S\$'000	2017 S\$'000	2018 S\$'000	2017 S\$'000
<b>Revenue:</b>								
External customers	153,382	147,946	-	19	-	-	153,382	147,965
Intra-segment	3,664	2,828	-	-	(3,664)	(2,828)	-	-
Total revenue	157,046	150,774	-	19	(3,664)	(2,828)	153,382	147,965
<b>Results:</b>								
Segment profit/(loss)	14,986	15,292	342	83	(138)	336	15,190	15,711
Interest income							1,480	1,069
Finance costs							(1,525)	(915)
Profit before tax							15,145	15,865
Income tax (expense)/credit							(1,511)	815
Profit for the financial year							13,634	16,680

\* Comprises manufacturing of burn-in equipment and provision of burn-in services.

^ In accordance with FRS 108 Operating Segments, the distribution segment, has been combined under "Others" segment.

(b) Geographical Segment

	Singapore		Malaysia		China		Other Asian countries**		United States		Others		Consolidated	
	2018 S\$'000	2017 S\$'000	2018 S\$'000	2017 S\$'000	2018 S\$'000	2017 S\$'000	2018 S\$'000	2017 S\$'000	2018 S\$'000	2017 S\$'000	2018 S\$'000	2017 S\$'000	2018 S\$'000	2017 S\$'000
Revenue	2,593	5,082	94,908	91,717	30,333	27,814	10,205	5,073	10,927	9,720	4,416	8,559	153,382	147,965

\*\* Classified under "Other Asian countries" are Taiwan, Hong Kong, India, Philippines, Thailand and Vietnam.

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.

**16. A breakdown of sales**

<b>Group</b>	<b>Financial Year 31 July 2018</b>	<b>Financial Year 31 July 2017</b>	<b>% Change</b>
	<b>S\$'000</b>	<b>S\$'000</b>	
(a) Revenue reported for first half year	78,342	70,100	12%
(b) Profit for the year reported for first half year	7,123	5,789	23%
(c) Revenue reported for second half year	75,040	77,865	-4%
(d) Profit for the year reported for second half year	6,511	10,891	-40%

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

	<b>Financial Year 31 July 2018 S\$'000</b>	<b>Financial Year 31 July 2017 S\$'000</b>
<b>Recognised during the financial year:</b>		
- Ordinary tax exempt (one-tier) dividend for FY2017	368	246
<b>Total</b>	<b>368</b>	<b>246</b>
<b>Proposed but not recognized as a liability:</b>		
- Ordinary tax exempt (one-tier) dividend for FY2018	<b>368*</b>	<b>368</b>

\* Dividend recommended for the current financial year, subject to shareholders' approval at the AGM.

**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 of Rule 704(13) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.**

There was no person occupying a managerial position in the Company or its principal subsidiaries who was a relative of a Director or Chief Executive Officer or substantial shareholder of the Company for the financial year ended 31 July 2018.

**19. Disclosure of confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1)**

The Company confirms that 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**

**Adeline Lim Kim Swan**  
**Company Secretary**  
**Date: 25 September 2018**