



**INTRACO Limited**  
(Incorporated in the Republic of Singapore)  
Company Registration Number 196800526Z

**Unaudited Financial Statement for the half year ended 30/06/2017**

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

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

| Consolidated income statement                                 | Group<br>Period Ended |                     | %<br>Change |
|---|-----------------------|---------------------|-------------|
|   | 30/06/17<br>S\$'000   | 30/06/16<br>S\$'000 |             |
| Revenue   | 56,756                | 43,348              | 30.9        |
| Cost of sales   | (51,896)              | (38,609)            | 34.4        |
| <b>Gross profit</b>   | <b>4,860</b>          | <b>4,739</b>        | 2.6         |
| Other income  | 258                   | 137                 | 88.3        |
| Distribution expenses   | (41)                  | (34)                | 20.6        |
| Administration expenses                                       | (5,423)               | (6,165)             | (12.0)      |
| Other expenses  | (236)                 | (381)               | (38.1)      |
| <b>Results from operating activities</b>                      | <b>(582)</b>          | <b>(1,704)</b>      | (65.8)      |
| Finance income  | 348                   | 320                 | 8.8         |
| Finance costs   | (158)                 | (116)               | 36.2        |
| <b>Net finance income</b>                                     | <b>190</b>            | <b>204</b>          | (6.9)       |
| Share of net profit of equity-accounted investees, net of tax | 958                   | 851                 | 12.6        |
| <b>Profit/(Loss) before tax</b>                               | <b>566</b>            | <b>(649)</b>        | (187.2)     |
| Tax (expense)/credit  | (56)                  | 58                  | (196.6)     |
| <b>Profit/(Loss) for the period</b>                           | <b>510</b>            | <b>(591)</b>        | (186.3)     |

The profit/(loss) for the period is stated after (charging) / crediting the following:

|   | Group<br>Period Ended |                     | %<br>Change |
|---|-----------------------|---------------------|-------------|
|   | 30/06/17<br>S\$'000   | 30/06/16<br>S\$'000 |             |
| Loss on disposal of property, plant and equipment           | -                     | (9)                 | (100.0)     |
| Depreciation of property, plant and equipment               | (429)                 | (475)               | (9.7)       |
| Property, plant and equipment written off                   | (23)                  | -                   | n.m.        |
| Amortisation of intangible assets (1)                       | (38)                  | (150)               | (74.7)      |
| Foreign exchange losses (2)                                 | (166)                 | (381)               | (56.4)      |
| Write-back of trade payables                                | -                     | 5                   | (100.0)     |
| Allowance made for doubtful receivables                     | (69)                  | -                   | n.m.        |
| Reversal of write-down of inventory to net realisable value | 3                     | -                   | n.m.        |
| Change in fair value of contingent consideration            | (155)                 | (292)               | (46.9)      |

Notes to Consolidated Statement of Comprehensive Income

- (1) The decrease in amortisation of intangible assets was mainly due to an intangible asset being fully amortised in the prior year.
- (2) Foreign exchange losses arose mainly from the revaluation of the receivables and cash and bank balances denominated in USD. During the period, the SGD has appreciated against the USD.

n.m. - denotes not meaningful

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**

|   | Notes | Group          |                | Notes | Company       |               |
|---|-------|----------------|----------------|-------|---------------|---------------|
|   |       | 30/06/17       | 31/12/16       |       | 30/06/17      | 31/12/16      |
|   |       | S\$'000        | S\$'000        |       | S\$'000       | S\$'000       |
| <b>Assets</b>                                       |       |                |                |       |               |               |
| Property, plant and equipment                       | (a)   | 8,826          | 7,402          |       | 498           | 326           |
| Intangible assets                                   |       | 7,092          | 7,130          |       | -             | -             |
| Subsidiaries  |       | -              | -              |       | 17,091        | 16,920        |
| Associate and joint venture                         | (b)   | 20,539         | 21,867         |       | 16,735        | 16,827        |
| Other investments, including derivatives            |       | 9,808          | 9,744          |       | 9,808         | 9,744         |
| <b>Non-current assets</b>                           |       | <b>46,265</b>  | <b>46,143</b>  |       | <b>44,132</b> | <b>43,817</b> |
| Other investments, including derivatives            |       | -              | -              |       | 1,849         | 1,480         |
| Inventories   |       | 2,084          | 1,532          |       | -             | -             |
| Trade and other receivables                         | (c)   | 23,551         | 15,773         |       | 20,037        | 21,283        |
| Cash and cash equivalents                           | (d)   | 28,105         | 44,103         |       | 8,986         | 8,006         |
| <b>Current assets</b>                               |       | <b>53,740</b>  | <b>61,408</b>  |       | <b>30,872</b> | <b>30,769</b> |
| <b>Total assets</b>                                 |       | <b>100,005</b> | <b>107,551</b> |       | <b>75,004</b> | <b>74,586</b> |
| <b>Equity</b>                                       |       |                |                |       |               |               |
| Share capital                                       |       | 84,069         | 84,069         |       | 84,069        | 84,069        |
| Reserves  |       | (670)          | 349            |       | 3,173         | 2,937         |
| Accumulated losses                                  |       | (17,229)       | (17,813)       |       | (24,614)      | (24,853)      |
| <b>Equity attributable to owners of the Company</b> |       | <b>66,170</b>  | <b>66,605</b>  |       | <b>62,628</b> | <b>62,153</b> |
| <b>Liabilities</b>                                  |       |                |                |       |               |               |
| Loans and borrowings                                |       | 1,860          | 1,935          |       | -             | -             |
| Trade and other payables                            |       | 6,495          | 6,340          |       | -             | -             |
| Deferred tax liabilities                            |       | 584            | 617            |       | -             | -             |
| <b>Total non-current liabilities</b>                |       | <b>8,939</b>   | <b>8,892</b>   |       | <b>-</b>      | <b>-</b>      |
| Loans and borrowings                                | (e)   | 16,639         | 26,127         |       | -             | -             |
| Trade and other payables                            | (c)   | 7,887          | 5,483          |       | 12,376        | 12,433        |
| Current tax liabilities                             |       | 370            | 444            |       | -             | -             |
| <b>Current liabilities</b>                          |       | <b>24,896</b>  | <b>32,054</b>  |       | <b>12,376</b> | <b>12,433</b> |
| <b>Total liabilities</b>                            |       | <b>33,835</b>  | <b>40,946</b>  |       | <b>12,376</b> | <b>12,433</b> |
| <b>Total equity and liabilities</b>                 |       | <b>100,005</b> | <b>107,551</b> |       | <b>75,004</b> | <b>74,586</b> |

**Notes:**

- (a) The increase in property, plant and equipment was mainly due to additional plant and equipment purchased for infrastructure projects during the period.
- (b) The decrease in associate and joint venture was due to the dividends received from an associate of S\$1.3 million.
- (c) The increase in trade receivables and trade payables was attributable to the increase in receivables and payables for plastic resin trading as a result of higher sales and purchases in the first half of FY2017.
- (d) The decrease in cash and cash equivalents was mainly due to the repayment of loans and borrowings and purchase of plant and equipment in the first half of FY2017.
- (e) The decrease in loans and borrowings was mainly due to repayment of trade financing borrowings to banks during the period.

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

**Amount repayable in one year or less, or on demand**

| As at 30/06/17 |           |
|----------------|-----------|
| Secured        | Unsecured |
| S\$'000        | S\$'000   |
| 150            | 16,489    |

| As at 31/12/16 |           |
|----------------|-----------|
| Secured        | Unsecured |
| S\$'000        | S\$'000   |
| 148            | 25,979    |

**Amount repayable after one year**

| As at 30/06/17 |           |
|----------------|-----------|
| Secured        | Unsecured |
| S\$'000        | S\$'000   |
| 1,860          | -         |

| As at 31/12/16 |           |
|----------------|-----------|
| Secured        | Unsecured |
| S\$'000        | S\$'000   |
| 1,935          | -         |

**Details of any collateral**

The secured bank loans and finance lease liabilities of the Group are secured over the leasehold properties and motor vehicles of the Group with carrying amounts of S\$6,455,000 (31 Dec 2016: \$6,575,000).

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

**Consolidated statement of cash flows**

|  | Group               |                     |
|--|---------------------|---------------------|
|  | 30/06/17<br>S\$'000 | 30/06/16<br>S\$'000 |
| <b>Cash flows from operating activities</b>                      |                     |                     |
| Profit/(Loss) for the period                                     | 510                 | (591)               |
| Adjustments for:   |                     |                     |
| Depreciation of property, plant and equipment                    | 429                 | 475                 |
| Amortisation of intangible assets                                | 38                  | 150                 |
| Loss on disposal of property, plant and equipment                | -                   | 9                   |
| Property, plant and equipment written off                        | 23                  | -                   |
| Write-back of trade payables                                     | -                   | (5)                 |
| Allowance made for doubtful receivables                          | 69                  | -                   |
| Reversal of write-down of inventory to net realisable value      | (3)                 | -                   |
| Share of net profit of equity-accounted investees, net of tax    | (958)               | (851)               |
| Change in fair value of the contingent consideration             | 155                 | 292                 |
| Net finance income   | (190)               | (204)               |
| Tax expense/(credit)   | 57                  | (58)                |
|  | <u>130</u>          | <u>(783)</u>        |
| Changes in inventories   | (549)               | 49                  |
| Changes in trade and other receivables                           | (7,786)             | 1,244               |
| Changes in trade and other payables                              | 1,727               | (1,355)             |
| Cash used in operating activities                                | <u>(6,478)</u>      | <u>(845)</u>        |
| Taxes paid   | (164)               | (109)               |
| <b>Net cash flow used in operating activities</b>                | <u>(6,642)</u>      | <u>(954)</u>        |
| <b>Cash flows from investing activities</b>                      |                     |                     |
| Interest received  | 348                 | 320                 |
| Purchase of property, plant and equipment                        | (501)               | (29)                |
| Dividends from an associate                                      | 1,300               | 2,816               |
| Proceeds from disposals of property, plant and equipment         | 1                   | 18                  |
| <b>Net cash flow from investing activities</b>                   | <u>1,148</u>        | <u>3,125</u>        |
| <b>Cash flows from financing activities</b>                      |                     |                     |
| Interest paid  | (158)               | (116)               |
| Proceeds from loans and borrowings                               | 16,623              | 11,185              |
| Repayment of loans and borrowings                                | (25,817)            | (21,300)            |
| Payment of finance lease liabilities                             | (29)                | (31)                |
| Dividends paid to selling shareholder of a subsidiary            | (697)               | (234)               |
| Deposits pledged   | (133)               | -                   |
| <b>Net cash flow used in financing activities</b>                | <u>(10,211)</u>     | <u>(10,496)</u>     |
| Net decrease in cash and cash equivalents                        | (15,705)            | (8,326)             |
| Cash and cash equivalents at 1 January                           | 43,918              | 38,605              |
| Effects of exchange rate fluctuations on cash held               | (426)               | 57                  |
| <b>Cash and cash equivalents at 30 June</b>                      | <u>27,787</u>       | <u>30,336</u>       |
| <b>Comprising:</b>   |                     |                     |
| Cash at bank and in hand   | 11,862              | 23,080              |
| Fixed deposits with banks  | 16,243              | 7,406               |
| Cash and cash equivalents in the statement of financial position | <u>28,105</u>       | <u>30,486</u>       |
| Deposit pledged  | (318)               | (150)               |
|  | <u>27,787</u>       | <u>30,336</u>       |

Please refer to Note 8 for detailed explanation.

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

|  | Group               |                     |               |
|--|---------------------|---------------------|---------------|
|  | Period Ended        |                     |               |
|  | 30/06/17<br>S\$'000 | 30/06/16<br>S\$'000 | %             |
|  |                     |                     | Change        |
| Profit/(Loss) for the period   | 510                 | (591)               | (186.3)       |
| <b>Other comprehensive income</b>  |                     |                     |               |
| <b>Items that are or may be reclassified subsequently to profit or loss:</b> |                     |                     |               |
| Net change in fair value of available-for-sale financial assets              | 64                  | 18                  | 255.6         |
| Foreign currency translation differences of foreign operations               | (1,009)             | (973)               | 3.7           |
| <b>Other comprehensive income for the period, net of tax</b>                 | <u>(945)</u>        | <u>(955)</u>        | <u>(1.0)</u>  |
| <b>Total comprehensive income for the period</b>                             | <u>(435)</u>        | <u>(1,546)</u>      | <u>(71.9)</u> |

1(d)(i)(b) 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 statements of changes in equity**

| Group (S\$'000)   | Share capital | Capital reserve | Translation reserve | Fair value reserve | Accumulated losses | Total equity |
|---|---------------|-----------------|---------------------|--------------------|--------------------|--------------|
| As at 1 January 2017  | 84,069        | 1,052           | (353)               | (350)              | (17,813)           | 66,605       |
| <b>Total comprehensive income for the period</b>                |               |                 |                     |                    |                    |              |
| Profit for the period   | -             | -               | -                   | -                  | 510                | 510          |
| <b>Other comprehensive income</b>                               |               |                 |                     |                    |                    |              |
| Net change in fair value of available-for-sale financial assets | -             | -               | -                   | 64                 | -                  | 64           |
| Foreign currency translation differences of foreign operations  | -             | -               | (1,009)             | -                  | -                  | (1,009)      |
| Total other comprehensive income                                | -             | -               | (1,009)             | 64                 | -                  | (945)        |
| <b>Total comprehensive income for the period</b>                | -             | -               | (1,009)             | 64                 | 510                | (435)        |
| <b>Transactions with owners, recognised directly in equity</b>  |               |                 |                     |                    |                    |              |
| <b>Contributions by and distributions to owners</b>             |               |                 |                     |                    |                    |              |
| Transfer between reserves                                       | -             | (74)            | -                   | -                  | 74                 | -            |
| <b>Total contributions by and distributions to owners</b>       | -             | (74)            | -                   | -                  | 74                 | -            |
| As at 30 June 2017  | 84,069        | 978             | (1,362)             | (286)              | (17,229)           | 66,170       |

|   |        |       |         |       |          |         |
|---|--------|-------|---------|-------|----------|---------|
| As at 1 January 2016  | 84,069 | 1,052 | (433)   | (309) | (17,668) | 66,711  |
| <b>Total comprehensive income for the period</b>                |        |       |         |       |          |         |
| Loss for the period   | -      | -     | -       | -     | (591)    | (591)   |
| <b>Other comprehensive income</b>                               |        |       |         |       |          |         |
| Net change in fair value of available-for-sale financial assets | -      | -     | -       | 18    | -        | 18      |
| Foreign currency translation differences of foreign operations  | -      | -     | (973)   | -     | -        | (973)   |
| Total other comprehensive income                                | -      | -     | (973)   | 18    | -        | (955)   |
| <b>Total comprehensive income for the period</b>                | -      | -     | (973)   | 18    | (591)    | (1,546) |
| <b>Transactions with owners, recognised directly in equity</b>  |        |       |         |       |          |         |
| <b>Contributions by and distributions to owners</b>             |        |       |         |       |          |         |
| Dividends paid to selling shareholders of a subsidiary*         | -      | -     | -       | -     | (234)    | (234)   |
| <b>Total contributions by and distributions to owners</b>       | -      | -     | -       | -     | (234)    | (234)   |
| As at 30 June 2016  | 84,069 | 1,052 | (1,406) | (291) | (18,493) | 64,931  |

\* Pursuant to a Put Option entered into between the Group and the selling shareholders of KA Group on 5 September 2014 to acquire the remaining 30% in KA Group.

**Consolidated statements of changes in equity (cont'd):**

| Company (S\$'000)   | Share capital | Fair value reserve | Accumulated losses | Total equity |
|---|---------------|--------------------|--------------------|--------------|
| As at 1 January 2017  | 84,069        | 2,937              | (24,853)           | 62,153       |
| <b>Total comprehensive income for the period</b>                |               |                    |                    |              |
| Profit for the period   | -             | -                  | 239                | 239          |
| <b>Other comprehensive income</b>                               |               |                    |                    |              |
| Net change in fair value of available-for-sale financial assets | -             | 236                | -                  | 236          |
| <b>Total other comprehensive income</b>                         | -             | 236                | -                  | 236          |
| <b>Total comprehensive income for the period</b>                | -             | 236                | 239                | 475          |
| As at 30 June 2017  | 84,069        | 3,173              | (24,614)           | 62,628       |
| As at 1 January 2016  | 84,069        | 716                | (23,589)           | 61,196       |
| <b>Total comprehensive income for the period</b>                |               |                    |                    |              |
| Profit for the period   | -             | -                  | 664                | 664          |
| <b>Other comprehensive income</b>                               |               |                    |                    |              |
| Net change in fair value of available-for-sale financial assets | -             | 280                | -                  | 280          |
| <b>Total other comprehensive income</b>                         | -             | 280                | -                  | 280          |
| <b>Total comprehensive income for the period</b>                | -             | 280                | 664                | 944          |
| As at 30 June 2016  | 84,069        | 996                | (22,925)           | 62,140       |

- 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 immediately preceding year.**

There were no changes in the Company's share capital since 31 December 2016.

No share options had been granted under the INTRACO Employee Share Option Scheme which was approved at an Extraordinary General Meeting held on 29 April 2013. In this respect, the Company does not have outstanding share options as at 30 June 2017.

The Company does not have any treasury shares or subsidiary holdings as at 30 June 2017 and as at 31 December 2016.

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

|   | <u>As at 30/06/17</u> | <u>As at 31/12/16</u> |
|---|-----------------------|-----------------------|
| Total number of issued shares excluding treasury shares | 103,725,879           | 103,725,879           |

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

The Company does not have any treasury shares as at 30 June 2017.

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

There were no subsidiary holdings as at 30 June 2017.

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

The figures have not been audited or reviewed by the Company's auditors.

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

Not applicable.

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

The Group has applied the same accounting policies and methods of computation in the financial statements for the current reporting period as that of the audited financial statements for the year ended 31 December 2016, except for the adoption of a number of new/revised financial reporting standards (FRS) and interpretations applicable for the financial period beginning 1 January 2017.

The adoption of new/revised FRS and interpretations does not result in any significant 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.**

Please refer to Item 4 above.

- 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 per ordinary share for the period based on net profit/(loss) attributable to shareholders:

- based on the weighted average number of ordinary shares in issue and on a fully diluted basis

| Group                             |                                   |
|-----------------------------------|-----------------------------------|
| Period ended<br>30/06/17<br>cents | Period ended<br>30/06/16<br>cents |
| 0.49                              | (0.57)                            |

The weighted average number of ordinary shares in issue for the period ended 30 June 2017 was 103,725,879 (30 June 2016: 103,725,879).

- 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.**

Net asset value per ordinary share based on issued share capital at the end of the period

| Group          |                | Company        |                |
|----------------|----------------|----------------|----------------|
| As at 30/06/17 | As at 31/12/16 | As at 30/06/17 | As at 31/12/16 |
| \$0.64         | \$0.64         | \$0.60         | \$0.60         |

The calculation of the net asset value per ordinary share was based on total number of 103,725,879 (30 June 2016: 103,725,879) ordinary shares.

**Review of Performance****Revenue and cost of sales**

Group revenue in the first half of FY2017 ("1H2017") increased by S\$13.5 million or 30.9% to S\$56.8 million. Revenue increased mainly due to increase in revenue from Trading segment. Revenue from the Trading segment increased by S\$13.6 million or 37.3% to S\$50.1 million. The increase was mainly due to more allocation of plastic resin in 1H2017 and increasing price trend of plastic products. Revenue contribution from the Trading segment made up 88% of the Group's revenue in 1H2017.

Revenue from the Projects segment decreased by S\$0.3 million or 4.8% to S\$5.8 million due to fewer projects secured during the period. Revenue contribution from the Projects segment made up 10% of the Group's revenue in 1H2017.

Cost of sales increased by 34.4% to S\$51.9 million, largely in tandem with the increase in revenue.

**Gross profit**

Gross profit increased by S\$0.1 million or 2.6% to S\$4.9 million mainly due to higher sales achieved in 1H2017.

**Other income**

Other income mainly comprised write-back of unclaimed dividends which were declared in prior years of S\$0.2 million as the statutory time-bar has lapsed.

**Administrative expenses**

Administrative expenses decreased by S\$0.7 million or 12.0% to S\$5.4 million mainly due to reduction in personnel related expenses of S\$0.2 million, professional fees of S\$0.2 million and other operating expenses of S\$0.2 million.

**Finance income**

Finance income relates to interest income derived from the available-for-sale debt securities purchased in previous years remained unchanged.

**Finance costs**

Finance costs increased by S\$42,000 or 36.2% to S\$158,000 mainly due to the higher utilisation of trade financing facilities from the banks.

**Share of net profit of equity-accounted investees, net of tax**

The Group's share of results from associate and joint venture increased by S\$0.1 million or 12.6% to S\$1.0 million mainly due to higher contribution from the associate and joint venture.

**Group profit/(loss) before tax**

The Group registered a profit before tax of S\$0.6 million in 1H2017 compared to a loss before tax of S\$0.6 million in 1H2016. The increase was mainly due to contribution from the Trading and Others segment, share of profit of associate and joint venture, write-back of unclaimed dividends and the decrease in overheads.

**Tax (expense)/credit**

The increase in tax expenses was mainly due to the increase in profit for the Group. The tax credit recognised in 1H2016 was due to the reversal of overprovision in prior years.

**Consolidated statement of cash flow**

The cash flow used in operating activities of S\$6.6 million was mainly due to increase in trade and other receivables of S\$7.8 million, which was partially offset by the increase in trade and other payables of S\$1.7 million.

The cash flow from investing activities amounted to S\$1.1 million was mainly due to a dividend received from an associate of S\$1.3 million.

The cash flow used in financing activities of S\$10.2 million was mainly due to cash utilised for repayment of loans and borrowings of S\$25.8 million, which was partially offset by the proceeds from loans and borrowings drawn down during the period of S\$16.6 million.

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

Not applicable.

**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.**

With the uncertain outlook of the global economy, the Group expects its business to continue to be challenging. The Group aims to focus on its core businesses whilst continuing to explore new avenues for growth.

11 **Dividend**

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

No dividend is declared/recommended for the current financial period.

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

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

**(c) Date payable**

Not applicable.

**(d) Books closure date**

Not applicable.

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

No dividend is declared/recommended for the current financial period.

13 **Business Segmental Information**

**By operating segments for the period ended 30 June 2017**

| <b>SS'000</b>  | <b>Projects</b> | <b>Trading and<br/>Others</b> | <b>Total</b> |
|--|-----------------|-------------------------------|--------------|
| External revenue   | 5,837           | 50,919                        | 56,756       |
| Interest income  | 23              | 16                            | 39           |
| Interest expense   | (44)            | (114)                         | (158)        |
| Depreciation and amortisation  | (219)           | (165)                         | (384)        |
| Reportable segment profit before tax                                     | 808             | 191                           | 999          |
| Reportable segment assets  | 20,519          | 32,143                        | 52,662       |
| Other material non-cash items:   |                 |                               |              |
| Allowance made for doubtful receivables                                  | 69              | -                             | 69           |
| (Reversal of write-down)/Write-down of inventory to net realisable value | (4)             | 1                             | (3)          |
| Change in fair value of contingent consideration                         | 155             | -                             | 155          |
| Capital expenditure  | 44              | 1,554                         | 1,598        |
| Reportable segment liabilities   | 3,601           | 22,085                        | 25,686       |

**By operating segments for the period ended 30 June 2016**

| <b>SS'000</b>                                    | <b>Projects</b> | <b>Trading and<br/>Others</b> | <b>Total</b> |
|--|-----------------|-------------------------------|--------------|
| External revenue                                 | 6,131           | 37,217                        | 43,348       |
| Interest income                                  | 7               | 33                            | 40           |
| Interest expense                                 | (48)            | (68)                          | (116)        |
| Depreciation and amortisation                    | (324)           | (196)                         | (520)        |
| Reportable segment profit/ (loss) before tax     | 1,255           | (426)                         | 829          |
| Reportable segment assets                        | 20,960          | 23,919                        | 44,879       |
| Other material non-cash items:                   |                 |                               |              |
| Change in fair value of contingent consideration | 292             | -                             | 292          |
| Capital expenditure                              | 27              | -                             | 27           |
| Reportable segment liabilities                   | 3,557           | 14,875                        | 18,432       |

**Business Segmental Information (cont'd)**
**Reconciliations of reportable segment revenues, profit or loss, assets and liabilities and other material items**

|   | 30/06/17<br>S\$'000 | 30/06/16<br>S\$'000 |
|---|---------------------|---------------------|
| <b>Revenue</b>  |                     |                     |
| Total revenue for reporting segments                          | 56,756              | 43,348              |
| <b>Profit or loss</b>   |                     |                     |
| Total profit for reporting segments                           | 999                 | 829                 |
| Unallocated amounts:  |                     |                     |
| - Other corporate expenses, net of income                     | (1,391)             | (2,329)             |
| Share of net profit of equity-accounted investees, net of tax | 958                 | 851                 |
| Consolidated profit/(loss) before tax                         | <u>566</u>          | <u>(649)</u>        |
| <b>Assets</b>   |                     |                     |
| Total assets for reportable segments                          | 52,662              | 44,879              |
| Other unallocated amounts                                     | 26,804              | 26,968              |
|   | <u>79,466</u>       | <u>71,847</u>       |
| Investments in equity-accounted investees                     | 20,539              | 19,929              |
| Consolidated total assets                                     | <u>100,005</u>      | <u>91,776</u>       |
| <b>Liabilities</b>  |                     |                     |
| Total liabilities for reporting segments                      | 25,686              | 18,432              |
| Other unallocated amounts                                     | 8,149               | 8,413               |
| Consolidated total liabilities                                | <u>33,835</u>       | <u>26,845</u>       |

**Other material items**

|   | Reportable segment<br>totals<br>S\$'000 | Adjustments<br>S\$'000 | Consolidated totals<br>S\$'000 |
|---|---|------------------------|--------------------------------|
| <b>30 June 2017</b>   |   |                        |                                |
| Interest income   | 39                                      | 309                    | 348                            |
| Interest expense  | (158)                                   | -                      | (158)                          |
| Depreciation and amortisation                               | (384)                                   | (83)                   | (467)                          |
| Allowance made for doubtful receivables                     | (69)                                    | -                      | (69)                           |
| Property, plant and equipment written off                   | -                                       | 23                     | 23                             |
| Reversal of write-down of inventory to net realisable value | 3                                       | -                      | 3                              |
| Change in fair value of contingent consideration            | (155)                                   | -                      | (155)                          |
| Capital expenditure   | 1,598                                   | 278                    | 1,876                          |
| <b>30 June 2016</b>   |   |                        |                                |
| Interest income   | 40                                      | 280                    | 320                            |
| Interest expense  | (116)                                   | -                      | (116)                          |
| Depreciation and amortisation                               | (520)                                   | (105)                  | (625)                          |
| Change in fair value of contingent consideration            | 292                                     | -                      | 292                            |
| Capital expenditure   | 27                                      | 2                      | 29                             |

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

Refer to section 8



**15 Interested person transactions**

The Company does not have a general mandate from shareholders pursuant to Rule 920 of the Listing Manual.

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

The Company hereby confirms that it has procured undertakings from all of its directors and executive officers under Rule 720(1) of the Listing Manual.

**17 NEGATIVE ASSURANCE CONFIRMATION PURSUANT TO RULE 705(5) OF THE LISTING MANUAL**

The Board of Directors of Intraco Limited has confirmed that, to the best of their knowledge, nothing has come to their attention which may render the interim financial statements for the half year ended 30 June 2017 to be false or misleading in any material aspect.

On behalf of the Board of Directors,

Colin Low  
Chairman & Independent Director

Tan Boon Wan  
Independent Director

**BY ORDER OF THE BOARD**

Josephine Toh  
Company Secretary  
14/08/2017