

## Financial Statements and Related Announcement::Third Quarter Results

## Issuer &amp; Securities

<b>Issuer/ Manager</b>	ASTI HOLDINGS LIMITED
<b>Securities</b>	ASTI HOLDINGS LIMITED - SG1G77872271 - 575
<b>Stapled Security</b>	No

## Announcement Details

<b>Announcement Title</b>	Financial Statements and Related Announcement
<b>Date &amp; Time of Broadcast</b>	14-Nov-2017 17:29:59
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<b>Announcement Sub Title</b>	Third Quarter Results
<b>Announcement Reference</b>	SG171114OTHRTHSY
<b>Submitted By (Co./ Ind. Name)</b>	DATO' MICHAEL LOH SOON GNEE
<b>Designation</b>	EXECUTIVE CHAIRMAN & CEO
<b>Description (Please provide a detailed description of the event in the box below - Refer to the Online help for the format)</b>	PLEASE SEE ATTACHED FILE

## Additional Details

<b>For Financial Period Ended</b>	30/09/2017
<b>Attachments</b>	<a href="#">ASTI_Sep_2017_Announcement_Final.pdf</a> Total size =503K

The Directors are pleased to make the following announcement of the unaudited results for the financial period ended 30 September 2017.

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

	Group			Group		
	Third Quarter Ended			Nine Months Ended		
	S\$'000		%	S\$'000		%
	30/9/17	30/9/16	Change	30/9/17	30/9/16	Change
<b>Revenue</b>	46,033	35,821	29%	103,602	110,891	(7%)
Cost of sales	(29,639)	(23,523)	26%	(67,993)	(76,053)	(11%)
<b>Gross profit</b>	16,394	12,298	33%	35,609	34,838	2%
<b>Other income</b>	139	232	(40%)	819	620	32%
Marketing and distribution	(3,259)	(3,042)	7%	(8,933)	(9,136)	(2%)
Research and development	(3,137)	(2,934)	7%	(9,039)	(9,564)	(5%)
Administrative expenses	(6,646)	(8,282)	(20%)	(19,371)	(19,881)	(3%)
Other expenses, net	(394)	494	NM	(1,994)	(945)	111%
<b>Operating expenses</b>	(13,436)	(13,764)	(2%)	(39,337)	(39,526)	(0%)
<b>Operating profit/(loss)</b>	3,097	(1,234)	NM	(2,909)	(4,068)	(28%)
Finance costs, net	(285)	(269)	6%	(1,002)	(943)	6%
Share of results of associates, net of tax	-	-	NM	(6)	(8)	NM
<b>Profit/(loss) before tax</b>	2,812	(1,503)	NM	(3,917)	(5,019)	(22%)
Income tax expense	(957)	(821)	17%	(1,517)	(1,625)	(7%)
<b>Net profit/(loss) for the period</b>	<b>1,855</b>	<b>(2,324)</b>		<b>(5,434)</b>	<b>(6,644)</b>	
<b>Attributable to :</b>						
Owners of the Company	2,478	250	891%	(1,109)	(1,149)	(3%)
Non-controlling interests	(623)	(2,574)	(76%)	(4,325)	(5,495)	(21%)
<b>Net profit/(loss) for the period</b>	<b>1,855</b>	<b>(2,324)</b>		<b>(5,434)</b>	<b>(6,644)</b>	

NM: Not meaningful

1(a)(ii) The following items (with appropriate breakdowns 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 immediately preceding financial year

	Group			Group		
	Third Quarter Ended			Nine Months Ended		
	S\$'000		%	S\$'000		%
	30/9/17	30/9/16	Change	30/9/17	30/9/16	Change
<b>Profit/(loss) before tax is stated after crediting/(charging):</b>						
Interest income	26	59	(56%)	60	105	(43%)
Interest on borrowings	(232)	(248)	(6%)	(832)	(809)	3%
Depreciation of property, plant and equipment	(1,673)	(1,578)	6%	(4,383)	(4,449)	(1%)
Depreciation of investment properties	(4)	-	NM	(13)	-	NM
Amortisation of intangible assets	-	(24)	NM	-	(88)	NM
Impairment loss on club membership	-	-	NM	(8)	-	NM
Gain on disposal of property, plant and equipment	-	78	NM	180	422	(57%)
Property, plant and equipment written off	(1)	(81)	(99%)	(1)	(84)	(99%)
Gain on disposal of club membership	-	-	NM	73	-	NM
Impairment loss on trade receivables	(68)	(2,588)	(97%)	(54)	(2,588)	(98%)
Impairment loss on non-trade receivables	(13)	(98)	(87%)	(85)	(98)	(13%)
Net write back/(provision) for stock obsolescence	283	74	282%	(365)	(328)	11%
Foreign currency exchange (loss)/gain	(393)	497	NM	(2,238)	(1,283)	74%

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

	Group			Group		
	Third Quarter Ended			Nine Months Ended		
	S\$'000		%	S\$'000		%
	30/9/17	30/9/16	Change	30/9/17	30/9/16	Change
<b>Net profit/(loss) for the period</b>	1,855	(2,324)	NM	(5,434)	(6,644)	(18%)
<b>Other comprehensive income:-</b>						
<u>Items that may be reclassified subsequently to profit or loss:</u>						
Foreign currency translation adjustment	55	(38)	NM	115	(855)	NM
Realisation of fair value changes on available-for-sale assets	-	(1)	NM	-	(30)	NM
Fair value changes on available-for-sale assets	-	(24)	NM	5	(73)	NM
<b>Other comprehensive income, net of tax</b>	55	(63)	NM	120	(958)	NM
<b>Total comprehensive income for the period</b>	1,910	(2,387)	NM	(5,314)	(7,602)	(30%)
<b>Total comprehensive income attributable to :-</b>						
Owners of the Company	2,589	106	NM	(825)	(1,816)	(55%)
Non-controlling interests	(679)	(2,493)	(73%)	(4,489)	(5,786)	(22%)
<b>Total comprehensive income for the period</b>	1,910	(2,387)	NM	(5,314)	(7,602)	(30%)

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

	Group		Company	
	S\$'000		S\$'000	
	30/9/17	31/12/16	30/9/17	31/12/16
<b>Non-current Assets</b>				
Intangible assets	3,702	2,407	-	-
Property, plant and equipment	25,090	20,845	83	19
Investment properties	349	350	-	-
Investments in subsidiaries	-	-	24,783	20,433
Investments in associate	-	-	-	-
Investment securities	25	22	-	-
Deferred tax assets	151	181	-	-
Prepayments and other receivables	1,552	1,382	-	-
Amounts due from subsidiaries	-	-	-	2,843
	<b>30,869</b>	<b>25,187</b>	<b>24,866</b>	<b>23,295</b>
<b>Current Assets</b>				
Inventories	26,861	24,974	-	-
Prepayments and other receivables	4,982	5,293	115	138
Amounts due from subsidiaries	-	-	9,147	8,372
Trade receivables	45,671	34,542	-	-
Cash and cash equivalents	33,555	39,174	147	1,402
	<b>111,069</b>	<b>103,983</b>	<b>9,409</b>	<b>9,912</b>
<b>Total Assets</b>	<b>141,938</b>	<b>129,170</b>	<b>34,275</b>	<b>33,207</b>
<b>Equity Attributable to Owners of the Company</b>				
Share capital	132,617	132,617	132,617	132,617
Treasury shares	(4,772)	(4,772)	(4,772)	(4,772)
Foreign currency translation reserve	(1,612)	(1,894)	-	-
Capital reserves	(7,936)	(7,936)	(2,960)	(2,960)
Fair value reserve	2	-	-	-
Accumulated losses	(56,301)	(55,192)	(138,626)	(134,911)
	<b>61,998</b>	<b>62,823</b>	<b>(13,741)</b>	<b>(10,026)</b>
Non-controlling interests	2,473	(555)	-	-
<b>Total Equity</b>	<b>64,471</b>	<b>62,268</b>	<b>(13,741)</b>	<b>(10,026)</b>
<b>Non-current Liabilities</b>				
Deferred tax liabilities	180	143	-	-
Lease creditors	316	191	-	-
Long term payables	1,046	1,112	-	-
Loans and borrowings	2,379	3,426	-	-
Amounts due to subsidiaries	-	-	40,445	34,901
	<b>3,921</b>	<b>4,872</b>	<b>40,445</b>	<b>34,901</b>
<b>Current Liabilities</b>				
Provision	466	526	-	-
Income tax payable	1,367	1,102	90	-
Loans and borrowings	25,742	23,309	5,000	5,000
Payables and accruals	45,971	37,093	2,162	1,565
Amounts due to subsidiaries	-	-	319	1,767
	<b>73,546</b>	<b>62,030</b>	<b>7,571</b>	<b>8,332</b>
<b>Total Liabilities</b>	<b>77,467</b>	<b>66,902</b>	<b>48,016</b>	<b>43,233</b>
<b>Total Equity and liabilities</b>	<b>141,938</b>	<b>129,170</b>	<b>34,275</b>	<b>33,207</b>

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

Amount repayable in one year or less, or on demand

30/9/17		31/12/16	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
388	26,102	583	24,230

Amount repayable after one year

30/9/17		31/12/16	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
316	2,379	191	3,426

**Details of any collateral**

On 30 September 2017, finance lease with aggregate amount of \$704,000 (31/12/16: \$774,000) are secured on certain plant and machinery of the subsidiaries.

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

	<b>Group</b>	
	30/9/17 S\$'000	30/9/16 S\$'000
<b>Operating activities</b>		
Loss before income tax	(3,917)	(5,019)
Adjustment for:-		
Non-cash items	7,223	8,898
<b>Operating cash flows before reinvestment in working capital</b>	<b>3,306</b>	<b>3,879</b>
Changes in working capital		
Receivables	(10,998)	(12,289)
Inventories	(2,406)	(1,128)
Payables	6,434	7,532
Provisions	(344)	(143)
<b>Cash flow used in operations</b>	<b>(4,008)</b>	<b>(2,149)</b>
Interest paid	(768)	(746)
Interest received	60	105
Income tax paid	(1,186)	(1,177)
Income tax refund	61	23
<b>Net cash used in operating activities</b>	<b>(5,841)</b>	<b>(3,944)</b>
<b>Investing activities</b>		
Proceeds from disposals of property, plant and equipment	256	473
Proceeds from disposal of club membership	141	3
Purchase of property, plant and equipment	(6,476)	(10,483)
Proceeds from disposal of investment security	-	80
Proceeds from disposal of leasehold land and building	-	1,934
Expenditure on research and development project	(1,514)	(1,531)
Expenditure on development project	(230)	(103)
Extension of club membership	(19)	-
<b>Net cash used in investing activities</b>	<b>(7,842)</b>	<b>(9,627)</b>
<b>Financing activities</b>		
Repayment to finance lease creditors	(431)	(582)
Proceeds from bank borrowings	5,342	12,755
Repayment of bank borrowings	(3,535)	(926)
Repayment of other borrowings	(559)	-
Proceeds from rights issue exercise of a subsidiary	7,517	-
Advance for capital injection from non-controlling interest	407	1,173
<b>Net cash provided by financing activities</b>	<b>8,741</b>	<b>12,420</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(4,942)</b>	<b>(1,151)</b>
Cash and cash equivalents at 1 January	39,174	41,166
Effect of exchange rate changes on cash and cash equivalents	(677)	(879)
<b>Cash and cash equivalents at 30 September</b>	<b>33,555</b>	<b>39,136</b>

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

Group	Attributable to Owners of the Company								Equity Total
	Share Capital	Treasury shares	Capital reserve	Fair value reserve	Foreign currency translation reserve	Accumulated losses	Equity attributable to owners of Company, Total	Non-controlling Interests	
	(Non-distributable)					Distributable			
S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	
<b>For The Nine Months Ended 30 Sep 2017</b>									
Balance as at 1 Jan'17	132,617	(4,772)	(7,936)	-	(1,894)	(55,192)	<b>62,823</b>	(555)	<b>62,268</b>
<b>Total comprehensive income for the period</b>	-	-	-	2	282	(1,109)	<b>(825)</b>	(4,489)	<b>(5,314)</b>
<u>Changes of ownership interests in subsidiaries</u>									
Non-controlling interests' subscription of shares in a subsidiary	-	-	-	-	-	-	-	7,517	<b>7,517</b>
<b>Total changes of ownership interests in subsidiaries</b>	-	-	-	-	-	-	-	7,517	<b>7,517</b>
Balance as at 30 Sep'17	132,617	(4,772)	(7,936)	2	(1,612)	(56,301)	<b>61,998</b>	2,473	<b>64,471</b>

Group	Attributable to Owners of the Company								Equity Total
	Share Capital	Treasury shares	Capital reserves	Fair value reserve	Foreign currency translation reserve	Accumulated losses	Equity attributable to owners of Company, Total	Non-controlling Interests	
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	
<b>For The Nine Months Ended 30 Sep 2016</b>									
Balance as at 1 Jan'16	132,617	(4,772)	(8,038)	18	(1,135)	(56,230)	<b>62,460</b>	7,847	<b>70,307</b>
<b>Total comprehensive income for the period</b>	-	-	-	(42)	(625)	(1,149)	<b>(1,816)</b>	(5,786)	<b>(7,602)</b>
<u>Changes in ownership interests in</u>									
Share placement to non-controlling interests, net	-	-	-	-	-	-	-	-	-
<b>Total changes in ownership interests in</b>	-	-	-	-	-	-	-	-	-
Balance as at 30 Sep'16	132,617	(4,772)	(8,038)	(24)	(1,760)	(57,379)	<b>60,644</b>	2,061	<b>62,705</b>



Company	Share Capital	Treasury shares	Capital reserve	Fair Value reserve	Accumulated losses	Total
		(Non-distributable)			Distributable	
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>For The Nine Months Ended 30 Sep 2017</b>						
Balance as at 1 Jan'17	132,617	(4,772)	(2,960)	-	(134,911)	(10,026)
<b>Total comprehensive income for the period</b>	-	-	-	-	(3,715)	(3,715)
Balance as at 30 Sep'17	132,617	(4,772)	(2,960)	-	(138,626)	(13,741)
<b>For The Nine Months Ended 30 Sep 2016</b>						
Balance as at 1 Jan'16	132,617	(4,772)	(2,960)	-	(123,623)	1,262
<b>Total comprehensive income for the period</b>	-	-	-	-	(2,342)	(2,342)
Balance as at 30 Sep'16	132,617	(4,772)	(2,960)	-	(125,965)	(1,080)

- 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 or 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 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.

No ordinary shares were issued during the period.

See below for details relating to the number of shares held as treasury shares.

There is no subsidiary holdings held against the total number of shares outstanding in a class that is listed.

- 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**

	Group & Company	
	30/9/17	31/12/16
Total number of issued shares	681,966,341	681,966,341
Less : Treasury shares	(27,234,855)	(27,234,855)
Total number of issued shares (excluding treasury shares)	654,731,486	654,731,486

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

Please refer to note 1(d)(ii) above.

- 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. Please refer to note 1(d)(ii) above.

- 2. Whether the figures have been audited, or reviewed and in accordance with which (e.g. the Singapore Standard on Auditing 910 (Engagements to Review Financial Statements), or an equivalent standard)**

The figures have not been audited or reviewed.

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

Not applicable

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

Other than the adoption of the amended Financial Reporting Standards (FRS) that are effective from the current financial year, the accounting policies and methods of computation applied by the Group in the financial statements for the period ended 30 September 2017, are consistent with those of the audited financial statement as at 31 December 2016.

- 5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change**

The adoption of the amended FRS is assessed to have no material impact to the financial position or financial performance of the Group.

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

	Group		Group	
	Third Quarter Ended		Nine Months Ended	
	30/9/17	30/9/16	30/9/17	30/9/16
<b>Earnings/(loss) per share:-</b>				
a) Based on weighted average number of ordinary shares in issue	0.38 cents	0.04 cents	(0.17) cents	(0.18) cents
Weighted average number of shares	654,731,486	654,731,486	654,731,486	654,731,486
b) On a fully diluted basis	0.38 cents	0.04 cents	(0.17) cents	(0.18) cents
Adjusted weighted average number of shares	654,731,486	654,731,486	654,731,486	654,731,486

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

	Group		Company	
	30/9/17	31/12/16	30/9/17	31/12/16
Net assets value per ordinary share	9.47 cts	9.60 cts	(2.10) cts	(1.53) cts
Number of ordinary shares at end of financial period	654,731,486	654,731,486	654,731,486	654,731,486

The number of ordinary shares used in the computation of net assets value per share excludes those shares held as treasury shares.

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors.

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

#### Analysis of Group Performance

##### INCOME STATEMENT

	Sales			
	<u>3Q2017</u> <u>S\$'000</u>	<u>3Q2016</u> <u>S\$'000</u>	<u>9M2017</u> <u>S\$'000</u>	<u>9M2016</u> <u>S\$'000</u>
<b>Business Segment</b>				
Backend Equipment Solutions & Technologies ("BEST")	45,131	35,041	101,654	106,480
Distribution & Services	902	780	1,948	4,411
	<u>46,033</u>	<u>35,821</u>	<u>103,602</u>	<u>110,891</u>

**Analysis of Group Performance (Cont'd)**

Revenue

The Group reported a 28.5% or \$10.2 million increase in revenue from \$35.8 million (3Q2016) to \$46.0 million (3Q2017).

Backend Equipment Solutions & Technologies ("BEST") business recorded a 28.8% or \$10.1 million increase in revenue from \$35.0 million (3Q2016) to \$45.1 million (3Q2017). The increase in revenue was due to higher demand for the equipment business. The revenue from Distribution & Service business increased 15.6% or \$0.1 million from \$0.8 million (3Q2016) to \$0.9 million (3Q2017) due to increase in sales from the distribution business.

Gross Profit Margin

Gross profit margin in 3Q2017 was 35.6%. This is an increase of 1.3% compared to the 34.3% reported in 3Q2016.

Operating Expenses

Marketing & distribution ("M&D"), research & development ("R&D") and general administrative ("G&A") expenses of \$13.0 million incurred in 3Q2017 were \$1.2 million lower compared to the expenses reported in 3Q2016. M&D costs in 3Q2017 were \$0.2 million higher and were in line with the more sales activities this quarter. R&D costs in 3Q2017 also increased by \$0.2 million compared to 3Q2016. G&A costs decreased \$1.6 million in 3Q2017 when compared to 3Q2016. This is largely due to the \$2.6 million impairment loss on trade receivables in 3Q2016. In 3Q2017, there were significantly lower impairment losses on trade receivables, however, higher corporate and consultancy costs incurred affected the total G&A costs.

Other expenses in 3Q2017 comprised of \$0.4 million exchange loss whereas a \$0.5 million exchange gain was recorded in 3Q2016.

Finance costs were \$16,000 higher in 3Q2017 compared to 3Q2016 due to more borrowings during the period.

Depreciation charges of property, plant and equipment ("PPE") increased \$0.1 million in 3Q2017 compared to 3Q2016.

Net Profit Attributable to Owners of the Company

The Group reported a net profit to shareholders of \$2.5 million in 3Q2017, an improvement of \$2.2 million compared to the net profit of \$0.3 million in 3Q2016.

**Analysis of Group Performance (Cont'd)**

**BALANCE SHEET**

As at 30 September 2017, total assets stood at \$141.9 million comprising \$30.9 million from non-current assets and \$111.0 million from current assets. Total liabilities stood at \$77.4 million comprising current liabilities of \$73.5 million and non-current liabilities of \$3.9 million. Shareholders' equity including non-controlling interests stood at \$64.5 million.

The following are highlights of the Group's balance sheet as at 30 September 2017.

Intangible assets

The increase in intangible assets was mainly due to the development expenditure incurred by the battery storage solutions.

Property, plant and equipment

The increase in property, plant and equipment was mainly due to the additional purchases of machineries to cater for the increase in manufacturing services activities during the period. This increase was partially offset by the depreciation charges during the period.

Prepayments and other receivables (non-current)

The increase in prepayment was due to additional payment in advance for the development project.

Inventories

Inventories increased \$1.9 million from \$25.0 million (4Q2016) to \$26.9 million (3Q2017), mainly due to more work-in-progress.

Prepayments and other receivables (current)

The amount for prepayments and other receivables decreased \$0.3 million from \$5.3 million (4Q2016) to \$5.0 million (3Q2017) due to the utilisation of the prepayment amount and receipts from other debtors.

Trade receivables

Trade receivables' balance increased \$11.1 million due to higher sales in 3Q2017 compared to 4Q2016.

Loans and borrowings

Loans and borrowings increased \$1.4 million from \$26.7 million (4Q2016) to \$28.1 million (3Q2017), due to additional drawdowns to fund working capital requirements during the period.

Payables and accruals

Payables and accruals increased \$8.9 million from \$37.1 million (4Q2016) to \$46.0 million (3Q2017). The increase was attributable to the higher manufacturing services activities, inventories build-up and amounts owing for the purchases of PPE during the period.

**CASHFLOW STATEMENT**

The Group utilised \$4.0 million for its operational working capital. An amount of \$1.8 million was used for the payment of interest and tax. A net amount of \$6.2 million was used for the purchase of property, plant and equipment. The Group also utilised \$1.7 million for expenditure on research and development projects. The Group borrowed \$5.3 million but repaid \$4.5 million to financial institutions and external lenders in the same period. A net proceed of \$7.5 million was received from a subsidiary's rights issue exercise. An advance of \$0.4 million was received for capital injection from non-controlling interest.

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

Not applicable.

**10. A commentary at the date of the announcement of the competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months**

For ASTI Group, we continue to see orders from equipment customers and the manufacturing services continue to perform. Compared to 3Q2017, barring unforeseen circumstances, we expect the performances of this group to remain healthy.

While ASA Group has performed well in 3Q2017, it remains cautious about its prospect in the fourth quarter of 2017 ('4Q2017'). ASA expects that demand from its Equipment business will continue into 4Q2017. However, performances of the other businesses within the ASA Group may be weaker and this may affect its overall performance.

DGI is proceeding with the work relating to the share subscription agreements with Zhuhai Yinlong Energy Co., Ltd.

On 19 October 2017, DGI announced that it has entered into a non-binding term sheet with George Howard Richmond, in relation to the proposed acquisition by DGI of the entire issued and paid-up share capital of Coeur Gold Armenia Ltd. Please refer to DGI's announcement dated 19 October 2017 for details.

DGI intends to do feasibility reviews of Yangtze Riverbank and Dragon Treasure Boat projects in view of the slow and arduous progress we are facing in advancing both projects.

*Our business is prone to economic uncertainties and the cyclical nature of the semiconductor industry. Other unforeseeable factors including but not limited to foreign exchange fluctuations, intellectual property litigations, product and technology obsolescence, and inventory adjustments continue to be challenges that we may encounter. In view of these factors, we will remain prudent and cautious in the management of our business.*

**11. Dividend**

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

Any dividend declared for the current financial period reported on?

No dividend is declared for the current financial period reported on.

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

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

None.

**(c) Date payable**

Not applicable.

**(d) Books closure date**

Not applicable.

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

Please refer to note 11(a).

**PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT**

(This part is not applicable to Q1, Q2, Q3 or Half Year Results)

- 13. Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year**

(Not applicable to quarterly announcement)

- 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**

(Not applicable to quarterly announcement)

- 15. A breakdown of sales**

(Not applicable to quarterly announcement)

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

(Not applicable to quarterly announcement)

- 17. Disclosure of person occupying a managerial position in the issuer of any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(11) in the format below. If there are no such persons, the issuer must make an appropriate negative statement**

(Not applicable to quarterly announcement)

- 18. If the Group has obtained a general mandate from shareholders for interested person transactions ("IPT") as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect**

There is no general mandate obtained for IPT and there were no IPT for the period ended 30 September 2017.

- 19. Negative Confirmation by the Board pursuant to Rule 705(5)**

To the best of our knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited interim financial results for the financial period ended 30 September 2017 to be false or misleading in any material aspect.

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

We hereby confirm that we have procured all the required undertakings from all the Directors and Executive Officers of the Company.

**BY ORDER OF THE BOARD**

Dato' Michael Loh Soon Gnee  
Executive Chairman and Chief Executive Officer  
14 November 2017