



XMH

XMH HOLDINGS LTD.

(Incorporated in the Republic of Singapore)
(Company Registration No: 201010562M)

UNAUDITED THIRD QUARTER (“3QFY2019”) AND NINE MONTHS (9MFY2019) FINANCIAL STATEMENTS ANNOUNCEMENT FOR THE PERIOD ENDED 31 JANUARY 2019

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

(In S\$'000) Description	Group					
	Actual 3QFY2019	Actual 3QFY2018 (Restated*)	Change %	Actual 9MFY2019	Actual 9MFY2018 (Restated*)	Change %
Revenue	17,971	14,077	27.7	48,523	54,987	(11.8)
Cost of sales	(14,373)	(9,857)	45.8	(36,591)	(40,223)	(9.0)
Gross profit	3,598	4,220	(14.7)	11,932	14,764	(19.2)
Other income	1,748	1,414	23.6	2,809	2,456	14.4
Distribution expenses	(1,373)	(1,428)	(3.9)	(3,941)	(4,065)	(3.1)
Administrative expenses	(4,495)	(4,590)	(2.1)	(13,118)	(13,591)	(3.5)
Results from operating activities	(522)	(384)	35.9	(2,318)	(436)	NM
Finance income	111	72	54.2	310	211	46.9
Finance costs	(703)	(1,333)	(47.3)	(1,208)	(1,119)	8.0
Net finance costs	(592)	(1,261)	(53.1)	(898)	(908)	(1.1)
Loss before share of results of an associated company	(1,114)	(1,645)	(32.3)	(3,216)	(1,344)	NM
Share of results of an associated company	-	(9)	NM	-	(11)	NM
Loss before tax	(1,114)	(1,654)	(32.6)	(3,216)	(1,355)	NM
Tax (expenses)/credit	(17)	395	NM	(9)	275	NM
Loss after tax	(1,131)	(1,259)	(10.2)	(3,225)	(1,080)	NM
Items that may be reclassified subsequently to profit or loss						
<i>Exchange differences arising from translation of the financial statements of the subsidiary corporations</i>	271	249	8.8	478	(880)	NM
<i>Net changes in the fair value of available-for-sale financial assets</i>	27	155	(82.6)	(106)	172	NM
<i>Deferred tax arising from available-for-sale financial assets</i>	(5)	(26)	(80.8)	18	(29)	NM
<i>Other comprehensive income/(expense) for the period, net of tax</i>	293	378	(22.5)	390	(737)	NM
Total comprehensive expense for the period	(838)	(881)	4.9	(2,835)	(1,817)	56.0

* The comparative figures have been restated to take into account the full retrospective adjustment on the impact of the adoption of Singapore Financial Reporting Standard International (SFRS(I)) 15 'Revenue from contracts with customers' as set out in section 5.

**UNAUDITED THIRD QUARTER AND NINE MONTHS FINANCIAL STATEMENTS
ANNOUNCEMENT FOR THE PERIOD ENDED 31 JANUARY 2019**

(In S\$'000) Description	Group					
	Actual 3QFY2019	Actual 3QFY2018 (Restated*)	Change %	Actual 9MFY2019	Actual 9MFY2018 (Restated*)	Change %
Loss attributable to:						
Owners of the Company	(1,041)	(1,204)	(13.5)	(2,879)	(897)	NM
Non-controlling interests	(90)	(55)	63.6	(346)	(183)	89.1
	(1,131)	(1,259)	(10.2)	(3,225)	(1,080)	NM
Total comprehensive expenses attributable to:						
Owners of the Company	(748)	(826)	(9.4)	(2,489)	(1,634)	52.3
Non-controlling interests	(90)	(55)	63.6	(346)	(183)	89.1
	(838)	(881)	(4.9)	(2,835)	(1,817)	56.0

Note:

NM denotes not meaningful where there is no comparative or the fluctuation is more than 100%

**UNAUDITED THIRD QUARTER AND NINE MONTHS FINANCIAL STATEMENTS
ANNOUNCEMENT FOR THE PERIOD ENDED 31 JANUARY 2019**

1(a)(ii) The statement of comprehensive income is arrived after crediting /(charging) the following:

(In S\$'000) Description	Group					
	Actual 3QFY2019	Actual 3QFY2018	Change %	Actual 9MFY2019	Actual 9MFY2018	Change %
Gain on disposal of property, plant and equipment	58	26	NM	58	23	NM
Other miscellaneous income	581	88	NM	786	235	NM
Rental income	322	415	(22.4)	1,032	1,303	(20.8)
Dividend income	5	7	(28.6)	25	14	78.6
Allowance for impairment loss on trade receivables	(31)	(57)	(45.6)	(37)	(102)	(63.7)
Interest income	111	65	70.8	266	197	35.0
Interest expense	(437)	(349)	25.2	(1,208)	(980)	23.3
Net foreign exchange (loss)/gain	(266)	(985)	(73.0)	44	(140)	NM
Depreciation of property, plant and equipment	(1,210)	(1,323)	(8.5)	(3,849)	(3,991)	(3.6)
Amortisation of intangible assets	(223)	(253)	(11.9)	(668)	(677)	(1.3)
Write-back of allowance for trade and other receivables	120	-	NM	246	10	NM
Bad debts written-off	-	-	NM	(13)	(6)	NM
Share-based payment expenses	(18)	(38)	(52.6)	(74)	(105)	(29.5)
Forfeiture deposits from customers	671	887	(24.4)	671	887	(24.4)
Adjustment for (underprovision)/overprovision of tax in respect of prior year	(72)	270	NM	(93)	270	NM

Note:

NM denotes not meaningful where there is no comparative or the fluctuation is more than 100%

**UNAUDITED THIRD QUARTER AND NINE MONTHS FINANCIAL STATEMENTS
ANNOUNCEMENT FOR THE PERIOD ENDED 31 JANUARY 2019**

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

(In S\$'000) Description	Group		Company	
	31 Jan 2019	30 Apr 2018 (Restated)	31 Jan 2019	30 Apr 2018
ASSETS				
<u>Non-current assets</u>				
Property, plant and equipment	60,338	64,142	55,514	58,210
Intangible assets	10,456	11,094	-	-
Other financial assets	664	752	-	-
Investment in subsidiary corporations	-	-	26,340	25,540
Trade receivables	-	382	-	-
Club memberships	210	206	-	-
Deferred tax assets	24	304	-	-
Total non-current assets	71,692	76,880	81,854	83,750
<u>Current assets</u>				
Inventories	30,965	33,270	-	-
Trade and other receivables	15,053	14,069	832	3,222
Prepayment	534	318	58	47
Contract assets	5,158	7,293	-	-
Cash and short-term fixed deposits	22,375	24,001	622	365
Tax recoverable	151	105	-	-
Total current assets	74,236	79,056	1,512	3,634
TOTAL ASSETS	145,928	155,936	83,366	87,384
LIABILITIES AND EQUITY				
<u>Current liabilities</u>				
Trade and other payables	19,140	18,819	8,654	9,559
Loans and borrowings	20,025	34,348	1,956	2,340
Current tax payables	-	-	-	-
Total current liabilities	39,165	53,167	10,610	11,899
<u>Non-current liabilities</u>				
Other payables	193	142	505	453
Loans and borrowings	46,515	39,504	37,623	38,619
Deferred tax liabilities	285	383	-	-
Total non-current liabilities	46,993	40,029	38,128	39,072
TOTAL LIABILITIES	86,158	93,196	48,738	50,971
NET ASSETS	59,770	62,740	34,628	36,413
EQUITY				
Equity attributable to owners of the Company				
Share capital	39,780	39,780	39,780	39,780
Reserve for own shares	(3,292)	(2,791)	(3,292)	(2,791)
Other reserves	(6,523)	(6,987)	2,249	2,175
Accumulated profits/(losses)	28,557	31,436	(4,109)	(2,751)
	58,522	61,438	34,628	36,413
Non-controlling interests	1,248	1,302	-	-
Total equity	59,770	62,740	34,628	36,413
TOTAL EQUITY AND LIABILITIES	145,928	155,936	83,366	87,384

**UNAUDITED THIRD QUARTER AND NINE MONTHS FINANCIAL STATEMENTS
ANNOUNCEMENT FOR THE PERIOD ENDED 31 JANUARY 2019**

1(c) In relation to the aggregate amount of the group's borrowings and debt securities, specify the following as at the financial period reported on with comparative figures as at the end of the immediately preceding financial year:

Description (in S\$'000)	Group	
	31 Jan 2019	30 Apr 2018
Amount repayable in one year or less, or on demand		
- Secured ⁽¹⁾	20,025	34,348
Amount repayable after one year		
- Secured	46,515	39,504
Total	66,540	73,852

The Group has certain banking facilities which are secured by the following: -

- (a) Legal mortgage on factory buildings of the Group; and
- (b) Corporate guarantee by the Company.

Note:

(1) The type of secured loans payable in one year or less, or on demand consists of the following;

Description (in S\$'000)	Group	
	31 Jan 2019	30 Apr 2018
Bills payables	7,861	10,352
Revolving credit facility	9,654	21,510
Finance leases	90	105
Term loans	2,420	2,378
Bank overdrafts	-	3
Total	20,025	34,348

**UNAUDITED THIRD QUARTER AND NINE MONTHS FINANCIAL STATEMENTS
ANNOUNCEMENT FOR THE PERIOD ENDED 31 JANUARY 2019**

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

(In S\$'000) Description	3 months ended		9 months ended	
	3QFY2019	3QFY2018 (Restated)	9MFY2019	9MFY2018 (Restated)
<u>Cash flows from operating activities</u>				
Loss before tax	(1,114)	(1,654)	(3,216)	(1,355)
Adjustments for:				
Amortisation of intangible assets	223	253	668	677
Depreciation of property, plant and equipment	1,210	1,323	3,849	3,991
Gain on disposal of property, plant and equipment	(58)	(26)	(58)	(23)
Share-based payment expenses	18	38	74	105
Interest income	(111)	(65)	(266)	(197)
Interest expense	437	349	1,208	980
Dividend income from quoted equity securities	(5)	(7)	(25)	(14)
Bad debts written-off	-	-	13	6
Write-back of allowance for trade and other receivables	(120)	-	(246)	(10)
Allowance for impairment loss on trade receivables	31	57	37	102
Share of results of an associated company	-	9	-	11
Net effect of exchange rate changes in consolidating subsidiaries	234	310	345	(1,287)
	745	587	2,383	2,986
Changes in inventories	(2,951)	664	2,305	3,649
Changes in trade and other receivables	2,928	4,575	(407)	10,459
Changes in prepayment	(50)	32	(216)	(165)
Changes in contract assets	1,779	644	2,135	631
Changes in trade and other payables	2,521	(7,126)	339	(14,797)
Cash generated from/(used in) operations	4,972	(624)	6,539	2,763
Income tax refund/(paid), net	214	32	159	(172)
Net cash generated from/(used in) operating activities	5,186	(592)	6,698	2,591
<u>Cash flows from investing activities</u>				
Interest received	111	65	266	197
Dividend received	5	7	25	14
Proceeds from sale of property, plant and equipment	58	25	58	25
Acquisition of property, plant and equipment	(23)	(170)	(121)	(563)
Acquisition of intangible assets	(4)	(159)	(26)	(169)
Capital injection from non-controlling interest	200	-	302	-
Net cash generated from/(used in) investing activities	347	(232)	504	(496)

**UNAUDITED THIRD QUARTER AND NINE MONTHS FINANCIAL STATEMENTS
ANNOUNCEMENT FOR THE PERIOD ENDED 31 JANUARY 2019**

(In S\$'000)	3 months ended		9 months ended	
	3QFY2019	3QFY2018 (Restated)	9MFY2019	9MFY2018 (Restated)
Description				
<u>Cash flows from financing activities</u>				
Proceeds from borrowings	2,500	-	8,628	2,533
Repayment of borrowings	(577)	(586)	(1,473)	(1,970)
Proceeds from revolving credit facility	5,350	5,524	11,265	13,718
Repayment of revolving credit facility	(11,722)	(4,437)	(23,298)	(10,648)
Dividend paid	-	-	-	(556)
Proceeds from trust receipts	6,632	11,229	27,145	32,813
Repayment of trust receipts	(4,814)	(10,414)	(29,694)	(35,281)
Repayment of finance lease liabilities	(26)	(27)	(78)	(77)
Interest paid	(437)	(349)	(1,208)	(980)
Purchase of treasury shares	-	-	(501)	-
Net cash (used in)/generated from financing activities	(3,094)	940	(9,214)	(448)
Net increase/(decrease) in cash and cash equivalents	2,439	116	(2,012)	1,647
Cash and cash equivalents at beginning of the period	19,666	26,169	23,959	24,587
Effects of exchange rate fluctuations on cash held	230	20	388	71
Cash and cash equivalents at end of financial period	22,335	26,305	22,335	26,305
Represented by:				
Cash at bank and on hand	19,525	10,443	19,525	10,443
Short-term fixed deposits	2,850	15,980	2,850	15,980
	22,375	26,423	22,375	26,423
Less: Fixed deposits under pledged	(19)	(19)	(19)	(19)
Fixed deposits	(21)	(20)	(21)	(20)
Bank overdrafts	-	(79)	-	(79)
Cash and cash equivalents in the consolidated statement of cash flows	22,335	26,305	22,335	26,305

**UNAUDITED THIRD QUARTER AND NINE MONTHS FINANCIAL STATEMENTS
ANNOUNCEMENT FOR THE PERIOD ENDED 31 JANUARY 2019**

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

COMPANY Description (in S\$'000)	Share Capital	Reserve for own Shares	Share Option Reserve	Accumulated Losses	Total
As at 1 May 2018	39,780	(2,791)	2,175	(2,751)	36,413
Loss for the period	-	-	-	(218)	(218)
Share-based payment transactions	-	-	33	-	33
Purchase of treasury shares	-	(233)	-	-	(233)
As at 31 July 2018	39,780	(3,024)	2,208	(2,969)	35,995
Loss for the period	-	-	-	(503)	(503)
Share-based payment transactions	-	-	23	-	23
Purchase of treasury shares	-	(268)	-	-	(268)
As at 31 October 2018	39,780	(3,292)	2,231	(3,472)	35,247
Loss for the period	-	-	-	(637)	(637)
Share-based payment transactions	-	-	18	-	18
As at 31 January 2019	39,780	(3,292)	2,249	(4,109)	34,628

COMPANY Description (in S\$'000)	Share Capital	Reserve for own Shares	Share Option Reserve	Accumulated Profits/(Losses)	Total
As at 1 May 2017	39,780	(2,791)	2,037	926	39,952
Loss for the period	-	-	-	(247)	(247)
Share-based payment transactions	-	-	32	-	32
As at 31 July 2017	39,780	(2,791)	2,069	679	39,737
Loss for the period	-	-	-	(313)	(313)
Share-based payment transactions	-	-	35	-	35
Dividend paid on ordinary shares	-	-	-	(556)	(556)
As at 31 October 2017	39,780	(2,791)	2,104	(190)	38,903
Loss for the period	-	-	-	(310)	(310)
Share-based payment transactions	-	-	38	-	38
As at 31 January 2018	39,780	(2,791)	2,142	(500)	38,631

UNAUDITED THIRD QUARTER AND NINE MONTHS FINANCIAL STATEMENTS ANNOUNCEMENT FOR THE PERIOD ENDED 31 JANUARY 2019

GROUP Description (in S\$'000)	Share Capital	Reserve for Own Shares	Share Option Reserve	Fair Value Reserve	Foreign Currency Translation Reserve	Accumulated Profits	Attributable to Owners of the Company	Non- controlling Interests	Total
As at 1 May 2018	39,780	(2,791)	2,175	35	(9,197)	31,608	61,610	1,345	62,955
Effects on adoption of SFRS(I) 15	-	-	-	-	-	(172)	(172)	(43)	(215)
As at 1 May 2018 (Restated)	39,780	(2,791)	2,175	35	(9,197)	31,436	61,438	1,302	62,740
Loss for the period	-	-	-	-	-	(229)	(229)	(133)	(362)
Other comprehensive income/(expenses)									
Exchange differences arising from translation of the financial statements of the subsidiary corporations	-	-	-	-	167	-	167	-	167
Net changes in the fair value of available-for-sale financial assets	-	-	-	(75)	-	-	(75)	-	(75)
Deferred tax arising from available-for-sale financial assets	-	-	-	13	-	-	13	-	13
Total other comprehensive income/(expenses)	-	-	-	(62)	167	-	105	-	105
Total comprehensive income/(expenses) for the period	-	-	-	(62)	167	(229)	(124)	(133)	(257)
Changes in ownership interest in subsidiary corporation									
Subscription of shares of a subsidiary corporation	-	-	-	-	-	-	-	102	102
Contributions by and distributions to owners									
Share-based payment transactions	-	-	33	-	-	-	33	-	33
Purchase of treasury shares	-	(233)	-	-	-	-	(233)	-	(233)
Total transactions with owners in their capacity as owners	-	(233)	33	-	-	-	(200)	-	(200)
As at 31 July 2018	39,780	(3,024)	2,208	(27)	(9,030)	31,207	61,114	1,271	62,385

UNAUDITED THIRD QUARTER AND NINE MONTHS FINANCIAL STATEMENTS ANNOUNCEMENT FOR THE PERIOD ENDED 31 JANUARY 2019

GROUP Description (in S\$'000)	Share Capital	Reserve for Own Shares	Share Option Reserve	Fair Value Reserve	Foreign Currency Translation Reserve	Accumulated Profits	Attributable to Owners of the Company	Non- controlling Interests	Total
As at 1 August 2018	39,780	(3,024)	2,208	(27)	(9,030)	31,207	61,114	1,271	62,385
Loss for the period	-	-	-	-	-	(1,609)	(1,609)	(123)	(1,732)
Other comprehensive income/(expenses)									
Exchange differences arising from translation of the financial statements of the subsidiary corporations	-	-	-	-	40	-	40	-	40
Net changes in the fair value of available-for-sale financial assets	-	-	-	(58)	-	-	(58)	-	(58)
Deferred tax arising from available-for-sale financial assets	-	-	-	10	-	-	10	-	10
Total other comprehensive income/(expenses)	-	-	-	(48)	40	-	(8)	-	(8)
Total comprehensive income/(expenses) for the period	-	-	-	(48)	40	(1,609)	(1,617)	(123)	(1,740)
Contributions by and distributions to owners									
Share-based payment transactions	-	-	23	-	-	-	23	-	23
Purchase of treasury shares	-	(268)	-	-	-	-	(268)	-	(268)
Share of translation reserve by non-controlling interest	-	-	-	-	-	-	-	2	2
Total transactions with owners in their capacity as owners	-	(268)	23	-	-	-	(245)	2	(243)
As at 31 October 2018	39,780	(3,292)	2,231	(75)	(8,990)	29,598	59,252	1,150	60,402

UNAUDITED THIRD QUARTER AND NINE MONTHS FINANCIAL STATEMENTS ANNOUNCEMENT FOR THE PERIOD ENDED 31 JANUARY 2019

GROUP Description (in S\$'000) (Restated)	Share Capital	Reserve for Own Shares	Share Option Reserve	Fair Value Reserve	Foreign Currency Translation Reserve	Accumulated Profits	Attributable to Owners of the Company	Non- controlling Interests	Total
As at 1 November 2018	39,780	(3,292)	2,231	(75)	(8,990)	29,598	59,252	1,150	60,402
Loss for the period	-	-	-	-	-	(1,041)	(1,041)	(90)	(1,131)
Other comprehensive income/(expenses)									
Exchange differences arising from translation of the financial statements of the subsidiary corporations	-	-	-	-	271	-	271	-	271
Net changes in the fair value of available-for-sale financial assets	-	-	-	27	-	-	27	-	27
Deferred tax arising from available-for-sale financial assets	-	-	-	(5)	-	-	(5)	-	(5)
Total other comprehensive income/(expenses)	-	-	-	22	271	-	293	-	293
Total comprehensive income/(expenses) for the period	-	-	-	22	271	(1,041)	(748)	(90)	(838)
Changes in ownership interest in subsidiary corporation									
Subscription of shares of a subsidiary corporation	-	-	-	-	-	-	-	200	200
Contributions by and distributions to owners									
Share-based payment transactions	-	-	18	-	-	-	18	-	18
Share of translation reserve by non-controlling interest	-	-	-	-	-	-	-	(12)	(12)
Total transactions with owners in their capacity as owners	-	-	18	-	-	-	18	(12)	6
As at 31 January 2019	39,780	(3,292)	2,249	(53)	(8,719)	28,557	58,522	1,248	59,770

UNAUDITED THIRD QUARTER AND NINE MONTHS FINANCIAL STATEMENTS ANNOUNCEMENT FOR THE PERIOD ENDED 31 JANUARY 2019

GROUP Description (in S\$'000) (Restated)	Share Capital	Reserve for Own Shares	Share Option Reserve	Fair Value Reserve	Foreign Currency Translation Reserve	Accumulated Profits	Attributable to Owners of the Company	Non- controlling Interests	Total
As at 1 May 2017	39,780	(2,791)	2,037	-	(8,279)	35,633	66,380	1,820	68,200
Effects on adoption of SFRS(I) 15	-	-	-	-	-	(130)	(130)	(32)	(162)
As at 1 May 2017 (Restated)	39,780	(2,791)	2,037	-	(8,279)	35,503	66,250	1,788	68,038
Profit/(loss) for the period	-	-	-	-	-	113	113	(49)	64
Other comprehensive income/(expenses)									
Exchange differences arising from translation of the financial statements of the subsidiary corporations	-	-	-	-	(674)	-	(674)	-	(674)
Net changes in the fair value of available-for-sale financial assets	-	-	-	5	-	-	5	-	5
Deferred tax arising from available-for-sale financial assets	-	-	-	(1)	-	-	(1)	-	(1)
Total other comprehensive income/(expenses)	-	-	-	4	(674)	-	(670)	-	(670)
Total comprehensive income/(expenses) for the period	-	-	-	4	(674)	113	(557)	(49)	(606)
Contributions by and distributions to owners									
Share-based payment transactions	-	-	32	-	-	-	32	-	32
As at 31 July 2017	39,780	(2,791)	2,069	4	(8,953)	35,616	65,725	1,739	67,464

UNAUDITED THIRD QUARTER AND NINE MONTHS FINANCIAL STATEMENTS ANNOUNCEMENT FOR THE PERIOD ENDED 31 JANUARY 2019

GROUP Description (in S\$'000)	Share Capital	Reserve for Own Shares	Share Option Reserve	Fair Value Reserve	Foreign Currency Translation Reserve	Accumulated Profits	Attributable to Owners of the Company	Non- controlling Interests	Total
As at 1 August 2017	39,780	(2,791)	2,069	4	(8,953)	35,616	65,725	1,739	67,464
Profit/(loss) for the period	-	-	-	-	-	194	194	(79)	115
Other comprehensive income/(expenses)									
Exchange differences arising from translation of the financial statements of the subsidiary corporations	-	-	-	-	(455)	-	(455)	-	(455)
Net changes in the fair value of available-for-sale financial assets	-	-	-	12	-	-	12	-	12
Deferred tax arising from available-for-sale financial assets	-	-	-	(2)	-	-	(2)	-	(2)
Total other comprehensive income/(expenses)	-	-	-	10	(455)	-	(445)	-	(445)
Total comprehensive income/(expenses) for the period	-	-	-	10	(455)	194	(251)	(79)	(330)
Contributions by and distributions to owners									
Dividends paid on ordinary shares	-	-	-	-	-	(556)	(556)	-	(556)
Share-based payment transactions	-	-	35	-	-	-	35	-	35
Total transactions with owners in their capacity as owners	-	-	35	-	-	(556)	(521)	-	(521)
As at 31 October 2017	39,780	(2,791)	2,104	14	(9,408)	35,254	64,953	1,660	66,613
Loss for the period	-	-	-	-	-	(1,204)	(1,204)	(55)	(1,259)
Other comprehensive income/(expenses)									
Exchange differences arising from translation of the financial statements of the subsidiary corporations	-	-	-	-	249	-	249	-	249
Net changes in the fair value of available-for-sale financial assets	-	-	-	155	-	-	155	-	155
Deferred tax arising from available-for-sale financial assets	-	-	-	(26)	-	-	(26)	-	(26)
Total other comprehensive income	-	-	-	129	249	-	378	-	378
Total comprehensive income/(expenses) for the period	-	-	-	129	249	(1,204)	(826)	(55)	(881)
Contributions by and distributions to owners									
Share-based payment transactions	-	-	38	-	-	-	38	-	38
As at 31 January 2018	39,780	(2,791)	2,142	143	(9,159)	34,050	64,165	1,605	65,770

**UNAUDITED THIRD QUARTER AND NINE MONTHS FINANCIAL STATEMENTS
ANNOUNCEMENT FOR THE PERIOD ENDED 31 JANUARY 2019**

- 1(f) 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 any other purpose since the end of the previous period reported on.**

As at 31 January 2019, the Company's issued and fully paid up capital (excluding treasury shares and subsidiary holdings) comprises of 109,282,221 ordinary shares (31 January 2018: 111,281,821 ordinary shares). Particulars of the company's share capital in 9MFY2019 and 9MFY2018 are set out below.

Description	9MFY2019	
	Number of Shares	Share Capital (\$'000)
Balance at beginning of period	111,281,821	39,780
Purchase of treasury shares	(1,999,600)	-
Balance at end of period	109,282,221	39,780

Description	9MFY2018	
	Number of Shares	Share Capital (\$'000)
Balance at beginning and at end of period	111,281,821	39,780

Purchase of treasury shares

There was no share buy-back transaction in 3QFY2019 (3QFY2018: Nil). As at 31 January 2019, the total consideration for the treasury shares held under the share buy-back scheme was S\$3,292,000 (31 January 2018: S\$2,791,000) for a total of 5,230,350 shares (31 January 2018: 3,230,750 shares).

The number of treasury shares held by the Company represents 4.79% (31 January 2018: 2.90%) of the total number of issued shares (excluding treasury shares and subsidiary holdings) of the Company as at 31 January 2019.

XMH Share Option Scheme

As at 31 January 2019, the outstanding balance of unexercised options under the XMH Share Option Scheme total 4,225,250 shares (31 January 2018: 5,416,500 shares) or 3.87% (31 January 2018: 4.87%) of the total number of issued shares (excluding treasury shares and subsidiary holdings) of the Company.

**UNAUDITED THIRD QUARTER AND NINE MONTHS FINANCIAL STATEMENTS
ANNOUNCEMENT FOR THE PERIOD ENDED 31 JANUARY 2019**

- 1(g) 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 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 call 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.**

Not applicable. There are no convertibles. Particulars of treasury shares and subsidiary holdings are shown in 1(h) below.

- 1(h)(i) To show the total number of issued shares excluding treasury shares as at the end of current financial year reported on and as at the end of the corresponding period of the immediately preceding financial year.**

Description	31 January 2019	31 January 2018
Total number of shares issued	114,512,571	114,512,571
Less: Treasury shares	(5,230,350)	(3,230,750)
Total	109,282,221	111,281,821

- 1(h)(ii) 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.**

Description	31 January 2019	31 January 2018
Balance at beginning of period	3,230,750	3,230,750
Purchase of treasury shares	1,999,600	-
Balance at end of period	5,230,350	3,230,750

- 1(h)(iii) A statement showing all sales, transfer, disposal, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.**

During the financial period, there were no transaction pertaining to subsidiary holdings.

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

The figures for the quarters ended 31 January 2019 and 31 January 2018 (restated) have not been audited or reviewed by auditors.

**UNAUDITED THIRD QUARTER AND NINE MONTHS FINANCIAL STATEMENTS
ANNOUNCEMENT FOR THE PERIOD ENDED 31 JANUARY 2019**

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

Not applicable.

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

Except as described in paragraph 5 below, the Group has applied the same accounting policies and methods of computation in the financial statements for the current reporting period as those adopted for the audited consolidated financial statements for the financial year ended 30 April 2018.

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?

Singapore-incorporated companies listed on the Singapore Exchange are required to apply a new financial reporting framework identical to the International Financial Reporting Standards (IFRS) and Singapore Financial Standards (International) (SFRS(I)s), for annual periods beginning on or after 1 January 2018.

The Group has adopted SFRS(I)s on 1 May 2018 and has prepared its first set of financial information under SFRS(I) for the nine months ended 31 January 2019. The new framework will have no material impact on the financial statements in the year of application except as follows:

(i) SFRS(I) 9 Financial Instruments

SFRS(I) 9 introduces new requirements for classification and measurement of financial assets, impairment of financial assets and hedge accounting. Overall, the Group does not expect a significant change to the measurement basis arising from adoption of the new classification and measurement model under the SFRS(I) 9.

SFRS(I) 9 require the Group to record expected credit losses on all its loans and trade receivables, either on a 12-month or lifetime basis. The Group has applied the simplified approach and recorded lifetime expected loss on all loans and receivables. Upon adoption the Group will record the estimated credit losses in the financial statement.

(ii) SFRS(I) 15 Revenue from Contracts with Customers

SFRS (I) 15 establishes a five-step model that will apply to revenue arising from contracts with customers. Under SFRS (I) 15, revenue is recognised at an amount that reflects the consideration which an entity expects to be entitled in exchange for transferring goods or services to a customer. The new revenue standard is effective for annual periods beginning on or after 1 January 2018.

The Group has applied the changes in accounting policies retrospectively to each reporting period/year presented, using the full retrospective approach. The Group also applied practical expedients for completed contracts where completed projects that begin and end within the same year or are completed

**UNAUDITED THIRD QUARTER AND NINE MONTHS FINANCIAL STATEMENTS
ANNOUNCEMENT FOR THE PERIOD ENDED 31 JANUARY 2019**

contracts at 1 May 2017 are not restated. The impact on the adoption of SFRS (I) 15 are as follows:

Consolidated Statement of Comprehensive Income

Description (In S\$'000)	3QFY2018 SFRS	3QFY2018 Effect on adoption of SFRS(I) 15	3QFY2018 SFRS(I) 15	9MFY2018 SFRS	9MFY2018 Effect on adoption of SFRS(I) 15	9MFY2018 SFRS(I) 15
Revenue	14,051	26	14,077	54,995	(8)	54,987
Loss after tax	(1,285)	26	(1,259)	(1,072)	(8)	(1,080)
Loss attributable to:						
Owners of the Company	(1,223)	19	(1,204)	(890)	(7)	(897)
Non-controlling interests	(62)	7	(55)	(182)	(1)	(183)
	(1,285)		(1,259)	(1,072)		(1,080)
Total comprehensive expenses attributable to:						
Owners of the Company	(845)	19	(826)	(1,627)	(7)	(1,634)
Non-controlling interests	(62)	7	(55)	(182)	(1)	(183)
	(907)		(881)	(1,809)		(1,817)

Statement of Financial Position

Description (In S\$'000)	Group		
	1 May 2017 SFRS	1 May 2017 Effect on adoption of SFRS(I) 15	1 May 2017 SFRS(I) 15
Trade receivables and other receivables	23,068	(162)	22,906
Share capital	39,780	-	39,780
Reserve for own shares	(2,791)	-	(2,791)
Other reserves	(6,242)	-	(6,242)
Accumulated profits	35,633	(130)	35,503
Equity attributable to owners of the Company	66,380	-	66,250
Non-controlling Interests	1,820	(32)	1,788
Total equity	68,200	-	68,038

**UNAUDITED THIRD QUARTER AND NINE MONTHS FINANCIAL STATEMENTS
ANNOUNCEMENT FOR THE PERIOD ENDED 31 JANUARY 2019**

Description (In S\$'000)	Group		
	1 May 2018 SFRS	1 May 2018 Effect on adoption of SFRS(I) 15	1 May 2018 SFRS(I) 15
Trade receivables and other receivables	14,284	(215)	14,069
Share capital	39,780	-	39,780
Reserve for own shares	(2,791)	-	(2,791)
Other reserves	(6,987)	-	(6,987)
Accumulated profits	31,608	(172)	31,436
Equity attributable to owners of the Company	61,610	-	61,438
Non-controlling Interests	1,345	(43)	1,302
Total equity	62,955	-	62,740

6. Loss per ordinary share (“LPS”) of the group for the current financial period reported on and the corresponding period of the immediately preceding financial period, after deducting any provision for preference dividends.

Loss per ordinary share for the period based on net loss attributable to shareholders:-

Description	3 months ended		9 months ended	
	3QFY2019	3QFY2018 (Restated)	9MFY2019	9MFY2018 (Restated)
LPS (based on consolidated net loss attributable to owners):-				
a) Based on the weighted average no. of ordinary shares in issue (cents)	(0.95)	(1.08)	(2.62)	(0.81)
b) On a fully diluted basis (cents)	(0.95)	(1.08)	(2.62)	(0.81)
Weighted average no. of shares in issue during the period used in the computing of LPS	109,282,221 ⁽¹⁾	111,281,821 ⁽²⁾	109,920,829 ⁽¹⁾	111,281,821 ⁽²⁾
Weighted average no. of shares on fully diluted basis during the period used in the computing of LPS	109,282,221 ⁽¹⁾	111,465,071 ⁽²⁾	109,920,829 ⁽¹⁾	111,410,267 ⁽²⁾

Notes:

- (1) The figures are computed taking into account the potential ordinary shares to be issued for the share options granted in September 2014, 2015, 2016 and 2017.
- (2) The figures are computed taking into account the potential ordinary shares to be issued for the share options granted in September 2013, 2014, 2015, 2016 and 2017.

**UNAUDITED THIRD QUARTER AND NINE MONTHS FINANCIAL STATEMENTS
ANNOUNCEMENT FOR THE PERIOD ENDED 31 JANUARY 2019**

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

Description	Group		Company	
	31 January 2019	30 April 2018 (Restated)	31 January 2019	30 April 2018
Net asset value per ordinary share based on existing share capital (cents)	53.55	55.21	31.69	32.72
Number of shares at end of the period/year	109,282,221	111,281,821	109,282,221	111,281,821

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.**

STATEMENT OF COMPREHENSIVE INCOME REVIEW

Quarter ended 31 January 2019 ("3QFY2019") vs quarter ended 31 January 2018 ("3QFY2018")

(i) Revenue

Revenue increased by approximately S\$3.9 million or 27.7% from S\$14.1 million in 3QFY2018 to S\$18.0 million in 3QFY2019. This was due mainly to increased revenue generated by both Distribution and Projects business segments.

(ii) Cost of Sales and Gross Profit Margin

Cost of sales increased by approximately S\$4.5 million or 45.8% from S\$9.9 million in 3QFY2018 to S\$14.4 million in 3QFY2019, as a result of increased revenue.

Gross profit decreased by approximately S\$0.6 million or 14.7% from S\$4.2 million in 3QFY2018 to S\$3.6 million in 3QFY2019.

Gross profit margin was lower at 20.0% in 3QFY2019 as compared to 30.0% in 3QFY2018. This was due mainly to the completion of low margin projects

**UNAUDITED THIRD QUARTER AND NINE MONTHS FINANCIAL STATEMENTS
ANNOUNCEMENT FOR THE PERIOD ENDED 31 JANUARY 2019**

whereas in the last corresponding period the Company completed projects with higher margin. The decrease was partially offset by better margins achieved from the Distribution business segment on sales to certain customers.

(iii) Other Income

Other income increased by approximately S\$0.3 million from S\$1.4 million in 3QFY2018 as compared to S\$1.7 million in 3QFY2019. This was due mainly to:

- i) One off charge of approximately S\$460,000 to a customer for temporary usage of generators, cables and storage of generators resulting from the extension of project completion date;
- ii) Write-back of allowance for trade and other receivables of approximately S\$120,000; and
- iii) Gain on disposal of property, plant and equipment of approximately S\$33,000.

The increase was partially offset by:

- i) Decrease in forfeited deposits from customers of approximately S\$216,000; and
- ii) Decrease in rental income of approximately S\$92,000.

(iv) Distribution Expenses

Distribution expenses decreased by S\$55,000 or 3.9% from S\$1.4 million in 3QFY2018 to S\$1.3 million in 3QFY2019. This was due mainly to:

- i) Decrease in allowance for impairment loss on trade receivables of approximately S\$26,000;
- ii) Decrease in staff costs of approximately S\$25,000; and
- iii) Decrease in bank charges of approximately S\$11,000;

The decrease was partially offset by an increase of approximately S\$11,000 in travelling, marketing and promotional expenses.

(v) Net Finance Costs

Net finance costs decrease by approximately S\$0.7 million from S\$1.3 million in 3QFY2018 to S\$0.6 million in 3QFY2019. This was due mainly to net decrease in foreign exchange loss of approximately S\$0.7 million in 3QFY2019 as compared to 3QFY2018.

(vi) Tax Expense

The Group recorded tax expense of approximately S\$17,000 in 3QFY2019 as compared to tax credit of approximately S\$395,000 in 3QFY2018. This was due mainly to the reversal of overprovision of tax for prior years in 3QFY2018.

**UNAUDITED THIRD QUARTER AND NINE MONTHS FINANCIAL STATEMENTS
ANNOUNCEMENT FOR THE PERIOD ENDED 31 JANUARY 2019**

**Nine months ended 31 January 2019 (“9MFY2019”) vs nine months ended 31
January 2018 (“9MFY2018”)**

(i) Revenue

Revenues decreased by approximately S\$6.5 million or 11.8% from S\$55.0 million in 9MFY2018 to S\$48.5 million in 9MFY2019. This was due mainly to lower revenue recorded across all business segments due to:

- (i) Lower sales recorded in first half of FY2019; and
- (ii) Suppliers delay in delivery of goods for our secured orders.

(ii) Cost of Sales and Gross Profit Margin

Cost of sales decreased by approximately S\$3.6 million or 9.0% from S\$40.2 million in 9MFY2018 to S\$36.6 million in 9MFY2019.

Gross profit decreased by approximately S\$2.9 million or 19.2% from S\$14.8 million in 9MFY2018 to S\$11.9 million in 9MFY2019.

Gross profit margin was 24.6% in 9MFY2019 as compared to 26.9% of 9MFY2018. This was due mainly to decrease in gross profit margin from Projects and After-sales segments which is partially offset by better gross profit margins achieved from Distribution business segment from sales to certain customers.

(iii) Other Income

Other income increased by approximately S\$0.4 million from S\$2.5 million in 9MFY2018 as compared to S\$2.8 million in 9MFY2019. This was due mainly to:

- i) One off charge of approximately S\$460,000 to a customer for temporary usage of generators, cables and storage of generators resulting from the extension of project completion date;
- ii) Write-back of allowance for trade and other receivables of approximately S\$246,000 in 9MFY2019;
- iii) Higher government grants and rebates of approximately S\$111,000; and
- iv) Gain on disposal of property, plant and equipment of approximately S\$35,000.

The increase was partially offset by:

- i) Decrease in rental income of approximately S\$271,000; and
- ii) Decrease in forfeited deposits from customers of approximately S\$210,000.

**UNAUDITED THIRD QUARTER AND NINE MONTHS FINANCIAL STATEMENTS
ANNOUNCEMENT FOR THE PERIOD ENDED 31 JANUARY 2019**

(iv) Distribution Expenses

Distribution expenses decreased by approximately S\$0.1 million or 3.1%, from S\$4.1 million in 9MFY2018 to S\$4.0 million in 9MFY2019. This was mainly due to:

- i) Decrease in staff costs of approximately S\$125,000;
- ii) Decrease in bank charges of approximately S\$61,000; and
- iii) In 9MFY2018 included allowance for trade and other receivables of approximately S\$37,000.

The decrease was partially offset by increase of approximately S\$111,000 in marketing and promotional expenses and Vietnam representative office expenses.

(v) Administrative Expenses

Administrative expenses decreased by approximately S\$0.5 million or 3.5%, from S\$13.6 million in 9MFY2018 to S\$13.1 million in 9MFY2019. This was mainly due to:

- (i) Decrease in utilities, telephone expenses, donation and insurance expenses of approximately S\$139,000;
- (ii) Decrease in staff costs of approximately S\$137,000;
- (iii) Decrease in depreciation charge of approximately S\$130,000; and
- (iv) Decrease in property tax of approximately S\$65,000.

(vi) Net Finance costs

Net finance costs decrease by approximately S\$0.01 million from S\$0.91 million in 9MFY2018 to S\$0.9 million for 9MFY2019. This was due mainly to:

- (i) Net foreign exchange gain of approximately S\$44,000 in 9MFY2019 as compared to net foreign exchange loss of approximately S\$140,000 in 9MFY2018; and
- (ii) Increase in finance income of approximately S\$55,000.

This was partially offset by increase in finance expenses of approximately S\$228,000 arising from higher term loan interest expenses following an increase in drawdown of term loan.

(vii) Tax Expense

The Group recorded tax expenses of approximately S\$9,000 in 9MFY2019 as compared to tax credit of approximately S\$275,000 in 9MFY2018. This was due mainly to the reversal of overprovision of tax for prior years in 9MFY2018.

**UNAUDITED THIRD QUARTER AND NINE MONTHS FINANCIAL STATEMENTS
ANNOUNCEMENT FOR THE PERIOD ENDED 31 JANUARY 2019**

STATEMENT OF FINANCIAL POSITION REVIEW

The Group's shareholders' funds as at 31 January 2019 stood at S\$58.5 million as compared to S\$61.4 million at the end of the immediate preceding financial year ended on 30 April 2018.

(i) Property, plant and equipment

The decrease in property, plant and equipment of approximately S\$3.8 million was mainly because of depreciation charges during the financial period.

(ii) Intangible assets

Intangible assets comprise:

- a. Goodwill of approximately S\$9.4 million; and
- b. Customer base and intellectual property rights of approximately S\$1.1 million.

The decrease of S\$0.6 million was due to amortisation charged during the financial period.

(iii) Inventories

Inventories decreased by approximately S\$2.3 million, from S\$33.3 million as at 30 April 2018 to S\$31.0 million as at 31 January 2019. The decrease was due mainly to deliveries to customers in 9MFY2019 and delayed deliveries from suppliers.

(iv) Trade and other receivables

Trade and other receivables increased by approximately S\$1.0 million, from S\$14.1 million as at 30 April 2018 to S\$15.1 million as at 31 January 2019 due mainly to an increase in bills receivables and prepayments.

(v) Trade and other payables

Trade and other payables stood at approximately S\$19.1 million as at 31 January 2019, as compared to S\$18.8 million as at 30 April 2018. The increase of approximately S\$0.3 million was due mainly to an increase in advance payments received from customers which is partially offset by the settlement of amount due to trade suppliers.

(vi) Loans and borrowings

Loans and borrowings stood at approximately S\$66.5 million as at 31 January 2019, a decrease of approximately S\$7.4 million, from S\$73.9 million as at 30 April 2018. The decrease was due mainly to the repayment of bills payables and short-term loans which is partially offset by an increase in drawdown of term loans.

**UNAUDITED THIRD QUARTER AND NINE MONTHS FINANCIAL STATEMENTS
ANNOUNCEMENT FOR THE PERIOD ENDED 31 JANUARY 2019**

STATEMENT OF CASH FLOW REVIEW

The Group generated net cash of approximately S\$6.7 million from operating activities in 9MFY2019. The increase of approximately S\$4.1 million from S\$2.6 million in 9MFY2018 was mainly due to:

- (i) Decreased in payments to trade suppliers; and
- (ii) Decreased contract assets as a result of projects being completed and delivered.

This was partially offset by an increase in trade and other receivables.

Net cash generated from investing activities amounted to approximately S\$504,000, against the net cash used of approximately S\$496,000 in prior period. This was due mainly to:

- (i) 9MFY2018 included the acquisition of property, plant and equipment and intangible assets by subsidiaries; and
- (ii) Capital injection from non-controlling interest in 9MFY2019.

The net cash used in financing activities in current period was approximately S\$9.2 million as compared to S\$0.4 million in prior period. This was due to the settlement of short-term revolving credits and trust receipts with lesser drawdown from these facilities.

In view of the above, overall net decrease in cash was approximately S\$2.0 million in 9MFY2019 as compared to net increased in cash of approximately S\$1.6 million in 9MFY2018.

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. Commentary on the significant trends and 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.

Oil and coal prices were higher in 2018 compared to the preceding year, leading to an increase in enquiries for the Group. However, macroeconomic factors weighed on confidence levels, volatile coal and oil prices and a slower increase in credit facilities for newbuilds. The Group does not expect significant improvement over the next twelve months, notwithstanding the Group will continue to focus on regional expansion and cross-sector efforts to create opportunities to bolster its order book.

The Group believes that once uncertainties regarding international trade deals, the upcoming Indonesian elections, and China's environmental policies are resolved, the outlook will be more favourable.

**UNAUDITED THIRD QUARTER AND NINE MONTHS FINANCIAL STATEMENTS
ANNOUNCEMENT FOR THE PERIOD ENDED 31 JANUARY 2019**

11. Dividend

- a) **Current financial period reported on?**
Any dividend declared for the current financial period reported on?
- No.
- b) **Corresponding period of the immediately preceding financial period**
Any dividend declared for the corresponding period of the immediately preceding financial period?
- No.
- c) **Date payable:**
- Not applicable.
- d) **Books Closure Date:**
- Not applicable.

12. If no dividend has been declared/(recommended), a statement to that effect and reasons for the decision not to declare/recommend any dividend.

The Board does not recommend any payment of dividends as the Board wishes to conserve cash so as to ensure sufficiency of funds for its operational needs so as to capitalize on any potential business growth and expansion opportunities that might arise in the near future.

13. If the Company has obtained a general mandate from shareholders for interested person transactions (IPTs), the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

The Group has not sought a general mandate for interested person transaction(s) from the shareholders.

14. Confirmation pursuant to Rule 705(5) of the listing manual

The Board of Directors of the Company hereby confirms to the best of its knowledge that nothing has come to their attention which may render the unaudited interim financial results for the nine months ended 31 January 2019 to be false or misleading in any material aspect.

**UNAUDITED THIRD QUARTER AND NINE MONTHS FINANCIAL STATEMENTS
ANNOUNCEMENT FOR THE PERIOD ENDED 31 JANUARY 2019**

15. Confirmation pursuant to Rule 720(1) of the listing manual

The Company hereby confirms that it has procured undertakings from all its Directors and Executive Officers in the format set out in Appendix 7.7.

BY ORDER OF THE BOARD
Mr. Tan Tin Yeow
Chairman and Managing Director
11 March 2019