



PACIFIC RADIANCE LTD
Company Registration No. 200609894C

Full Financial Statement and Dividend Announcement
For the Financial Year Ended 31 December 2018 (“FY 2018”)

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

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		
	4Q 2018	4Q 2017	+/(-) %	FY 2018	FY 2017	+/(-) %
	US\$'000	US\$'000 Restated*		US\$'000 Restated*	US\$'000 Restated*	
Revenue	14,730	18,982	(22)	60,667	67,675	(10)
Cost of sales	(16,619)	(28,267)	(41)	(65,040)	(86,507)	(25)
Gross profit	(1,889)	(9,285)	(80)	(4,373)	(18,832)	(77)
Other operating income	228	5,894	(96)	8,248	13,092	(37)
General and administrative expenses	(4,120)	(1,374)	NM	(15,300)	(16,598)	(8)
Other operating expenses	(53,957)	(274,793)	(80)	(54,833)	(279,611)	(80)
Finance costs	(5,584)	(5,420)	3	(22,183)	(19,615)	13
Share of results of joint ventures	(279)	(16,640)	(98)	1,021	(14,015)	NM
Share of results of associates	(10,687)	(3,902)	NM	(12,712)	(4,945)	NM
Loss before taxation	(76,288)	(305,520)	(75)	(100,132)	(340,524)	(71)
Taxation	(357)	(508)	(30)	(1,111)	(2,748)	(60)
Loss for the period	(76,645)	(306,028)	(75)	(101,243)	(343,272)	(71)
Other comprehensive income/(loss):						
<u>Items that may be reclassified subsequently to profit or loss:</u>						
Foreign currency translation	(137)	(217)	(37)	420	(1,430)	NM
Net fair value changes on cash flow hedges	-	233	NM	401	612	(34)
Net fair value changes on cash flow hedges, reclassified to profit or loss	-	-	NM	(443)	-	NM
Share of other comprehensive income/(loss) of an associate/joint venture	(16)	148	NM	(60)	325	NM
	(153)	164	NM	318	(493)	NM
<u>Items that will not be reclassified to profit or loss:</u>						
Re-measurement of defined benefit plans	10	1	NM	10	1	NM
Other comprehensive income for the period, net of tax	(143)	165	NM	328	(492)	NM
Total comprehensive income for the period	(76,788)	(305,863)	(75)	(100,915)	(343,764)	(71)
Loss for the period attributable to:						
Equity holders of the Company	(76,030)	(296,487)	(74)	(99,397)	(332,586)	(70)
Non-controlling interests	(615)	(9,541)	(94)	(1,846)	(10,686)	(83)
	(76,645)	(306,028)	(75)	(101,243)	(343,272)	(71)
Total comprehensive income/(loss) for the period attributable to:						
Equity holders of the Company	(76,173)	(296,321)	(74)	(99,070)	(333,075)	(70)
Non-controlling interests	(615)	(9,542)	(94)	(1,845)	(10,689)	(83)
	(76,788)	(305,863)	(75)	(100,915)	(343,764)	(71)

*The Group has adopted the new Singapore Financial Reporting Standards (International) (“SFRS(I)”) framework for the financial year ended 31 December 2018 and has applied SFRS(I) with 1 January 2017 as the date of transition. Please refer to note 5 of the announcement for details.

NM: Not Meaningful

1(a)(ii) Items, if significant must be included in the income statement

Loss for the period was stated after charging/(crediting) the following:

	Group		Group	
	4Q 2018	4Q 2017	FY2018	FY2017
	US\$'000	US\$'000	US\$'000	US\$'000
Depreciation of property, plant and equipment (included in cost of sales)	4,348	6,841	17,509	28,907
Depreciation of property, plant and equipment (included in general and administrative expenses)	222	235	906	1,056
Impairment of doubtful receivables, net	557	7,127	1,439	7,527
Impairment of amounts due from related companies, net	13,975	65,908	13,044	65,908
Impairment of property, plant and equipment	39,133	178,070	39,133	178,070
Loss on sale of property, plant and equipment, net	–	301	22	1,871
(Gain)/loss on sale of assets held for sale	–	–	(4)	180
Net loss on assets sold under hire purchase	–	2,427	–	2,427
Gain on termination of shipbuilding contract, net	–	–	(1,190)	–
Gain on termination of vessel lease contract, net	–	–	(1,248)	–
Gain on debt forgiveness of bank loan	–	–	(3,156)	–
Net fair value loss/(gain) on derivatives	67	(157)	14	(340)
Exchange loss/(gain)	201	(44)	650	(256)
Net gain on liquidation of a subsidiary	–	–	–	(437)
Impairment of investment in joint venture and associate	–	20,643	–	20,643
Loss on dilution of a joint venture	–	–	–	2,392
Interest income	–	(1,115)	(1,696)	(6,350)
Net fair value loss/(gain) on held for trading investment securities	23	(25)	33	(3)
Realisation of deferred gain on sale of vessels to joint ventures (included in share of results of joint ventures)	–	(140)	–	(641)
Realisation of deferred gain on sale of vessels to associates (included in share of results of associates)	(41)	(42)	(165)	(83)
Write back of provision for tax no longer required in respect of prior years, net	(201)	(544)	(258)	(404)

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.

	Group			Company	
	As at 31 Dec 2018	As at 31 Dec 2017	As at 1 Jan 2017	As at 31 Dec 2018	As at 31 Dec 2017
	US\$'000	US\$'000 Restated*	US\$'000 Restated*	US\$'000	US\$'000
ASSETS					
Non-current assets					
Property, plant and equipment	284,349	389,105	613,772	–	–
Investment in subsidiaries	–	–	–	5	39,817
Investment in associates	–	12,771	–	–	–
Investment in joint ventures	6,438	5,417	60,346	–	–
Club memberships	156	156	296	–	–
Amount due from related companies	52,172	40,056	62,143	–	–
Derivatives	118	114	12	–	–
	343,233	447,619	736,569	5	39,817
Current assets					
Inventories	402	362	873	–	–
Trade receivables	17,683	18,607	10,359	–	–
Other receivables	4,016	7,015	14,884	37	32
Amounts due from related companies	39,677	60,676	89,177	141,448	170,180
Investment securities	39	77	69	–	–
Derivatives	17	39	–	–	–
Assets held for sale	32,954	346	1,768	–	–
Cash and bank balances	30,731	39,377	50,628	613	3,295
	125,519	126,499	167,758	142,098	173,507
Total assets	468,752	574,118	904,327	142,103	213,324
EQUITY AND LIABILITIES					
Current liabilities					
Trade payables	15,717	17,706	13,330	–	–
Other liabilities	68,306	57,531	53,841	9,342	3,261
Amounts due to related companies	8,437	7,407	3,977	204,620	190,520
Deferred capital grant	1,418	–	–	–	–
Bank loans	443,021	451,921	49,029	–	–
Notes payable	73,350	73,344	–	73,350	73,344
Provision for taxation	1,446	1,496	2,304	–	20
Finance lease obligations	575	337	206	–	–
Derivatives	–	5,504	–	–	5,504
	612,270	615,246	122,687	287,312	272,649
Non-current liabilities					
Other liabilities	11,717	11,717	12,276	–	–
Provisions	238	241	220	–	–
Deferred capital grant	–	1,418	1,418	–	–
Bank loans	–	–	397,016	–	–
Notes payable	–	–	67,806	–	–
Deferred tax liabilities	2,920	2,586	1,736	–	–
Finance lease obligations	89	363	560	–	–
Derivatives	–	3	12,005	–	–
	14,964	16,328	493,037	–	–
Total liabilities	627,234	631,574	615,724	287,312	272,649
Net (liabilities)/assets	(158,482)	(57,456)	288,603	(145,209)	(59,325)

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 (cont'd).

	Group			Company	
	As at 31 Dec 2018 US\$'000	As at 31 Dec 2017 US\$'000 Restated*	As at 1 Jan 2017 US\$'000 Restated*	As at 31 Dec 2018 US\$'000	As at 31 Dec 2017 US\$'000
Equity attributable to equity holders of the Company					
Share capital	162,854	162,854	162,854	162,854	162,854
Treasury shares	(2,485)	(2,530)	(2,530)	(2,485)	(2,530)
(Accumulated losses)/retained earnings	(298,408)	(198,917)	133,669	(305,761)	(219,915)
Other reserves	(3,763)	(4,049)	(3,602)	183	266
	(141,802)	(42,642)	290,391	(145,209)	(59,325)
Non-controlling interests	(16,680)	(14,814)	(1,788)	–	–
Total equity	(158,482)	(57,456)	288,603	(145,209)	(59,325)

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

Amount repayable in one year or less, or on demand

Group		Group	
As at 31 Dec 2018		As at 31 Dec 2017	
Secured	Unsecured	Secured	Unsecured
US\$'000	US\$'000	US\$'000	US\$'000
443,596	73,350	452,258	73,344

Amount repayable after one year

Group		Group	
As at 31 Dec 2018		As at 31 Dec 2017	
Secured	Unsecured	Secured	Unsecured
US\$'000	US\$'000	US\$'000	US\$'000
89	–	363	–

Details of any collateral:

The Group's secured portion of bank loans is secured by:

- first legal mortgages over the vessels of the Group, with net book values of US\$221.2 million and US\$295.8 million as at 31 December 2018 and 31 December 2017 respectively;
- first legal mortgages over assets held for sale of the Group, with net book values of US\$33.0 million as at 31 December 2018;
- escrow mortgages over the buildings, ship-repair yard and plant and equipment of the Group, with net book values of US\$46.1 million and US\$60.4 million as at 31 December 2018 and 31 December 2017 respectively;
- a right to take assignment of charter earnings of the mortgaged vessels and insurance policies of the mortgaged vessels, mortgaged buildings and mortgaged ship-repair yard;
- cash pledged of US\$3.4 million and US\$6.9 million as at 31 December 2018 and 31 December 2017 respectively.

In addition, certain of the Group's bank loans are secured by corporate guarantees from the Company and its subsidiaries.

The banks are entitled to enforce their rights against the mortgaged assets as certain terms of the bank loans have been breached.

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

	Group	
	FY 2018	FY 2017
	US\$'000	US\$'000 Restated*
Cash flows from operating activities:		
Loss before taxation	(100,132)	(340,524)
Adjustments for:		
Depreciation of property, plant and equipment	18,415	29,963
Finance costs	22,183	19,615
Interest income	(1,696)	(6,350)
Share of results of joint ventures	(1,021)	14,015
Share of results of associates	12,712	4,945
Loss on sale of property, plant and equipment, net	22	1,871
Impairment of doubtful receivables, net	1,439	7,527
Impairment of amounts due from related companies, net	13,044	65,908
Net loss on assets sold under hire purchase	–	2,427
(Gain)/loss on sale of assets held for sale	(4)	180
Impairment of property, plant and equipment	39,133	178,070
Impairment of investment in associate and joint venture	–	20,643
Net gain on debt forgiveness of bank loan	(3,156)	–
Net gain on termination of shipbuilding contract	(1,190)	–
Net gain on termination of vessel lease contract	(1,248)	–
Net fair value changes on cash flow hedges, reclassified to profit or loss	443	–
Gain on non-refundable deposit	–	(2,441)
Loss on dilution of investment in joint venture	–	2,392
Net gain on liquidation of a subsidiary	–	(437)
Loss on disposal of club membership	–	125
Net fair value loss/(gain) on derivatives	14	(340)
Net fair value loss/(gain) on held for trading investment securities	33	(3)
Share-based payment expense	4	42
Exchange difference	917	(559)
Operating cash flows before changes in working capital	(88)	(2,931)
Decrease/(increase) in trade and other receivables	3,479	(2,218)
Increase in amounts due from/to related companies	(5,058)	(9,316)
(Increase)/decrease in inventories	(40)	511
(Decrease)/increase in trade payables and other liabilities	(953)	5,713
Cash used in operations	(2,660)	(8,241)
Taxes paid	(987)	(2,261)
Interest paid	(5,085)	(12,900)
Interest received	149	493
Net cash flows used in operating activities	(8,583)	(22,909)

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

	Group	
	FY 2018 US\$'000	FY 2017 US\$'000 Restated*
Cash flows from investing activities:		
Purchase of property, plant and equipment	(1,530)	(2,362)
Proceeds from sale of property, plant and equipment	4,628	13,228
Proceeds from sale of assets held for sale	350	1,588
Investment in joint ventures	–	(200)
Investment in an associate	–	(2,000)
Net cash outflow on liquidation of subsidiary	–	(57)
Loan repayment from related companies, net	722	1,370
Net cash flows generated from investing activities	4,170	11,567
Cash flows from financing activities:		
Return of capital to minority shareholders of subsidiary	(16)	(585)
Repayment of finance lease obligations	(22)	(270)
Proceeds from bank loans	–	45,959
Repayment of bank loans	(4,147)	(45,207)
Cash and bank balances released as securities	3,413	1,479
Net cash flows (used in)/generated from financing activities	(772)	1,376
Net decrease in cash and bank balances	(5,185)	(9,966)
Effect of exchange rate changes on cash and bank balances	(49)	194
Cash and bank balances at beginning of the year	32,519	42,291
Cash and bank balances at end of the year	27,285	32,519
Breakdown of cash and bank balances at end of the period:		
Cash and bank balances as per balance sheet	30,731	39,377
Cash pledged	(3,446)	(6,858)
	27,285	32,519

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.

	Share capital	Treasury Shares	Accumulated Losses	Total other reserves	Foreign currency translation reserve	Employee share-based payments reserve	Hedging reserve	Defined benefit plans	Capital reserve	Total	Non-controlling interests	Total equity
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
The Group												
Balance at 31 December 2017 (As previously reported)	162,854	(2,530)	(189,819)	(12,626)	(10,004)	224	259	74	(3,179)	(42,121)	(14,814)	(56,935)
Adoption of SFRS(I) 1	-	-	(8,577)	8,577	8,577	-	-	-	-	-	-	-
Adoption of SFRS(I) 1-12	-	-	(521)	-	-	-	-	-	-	(521)	-	(521)
Balance at 31 December 2017 (restated)	162,854	(2,530)	(198,917)	(4,049)	(1,427)	224	259	74	(3,179)	(42,642)	(14,814)	(57,456)
Adoption of SFRS(I) 9	-	-	(94)	-	-	-	-	-	-	(94)	(5)	(99)
Balance at 1 January 2018 (restated)	162,854	(2,530)	(199,011)	(4,049)	(1,427)	224	259	74	(3,179)	(42,736)	(14,819)	(57,555)
Loss for the year	-	-	(99,397)	-	-	-	-	-	-	(99,397)	(1,846)	(101,243)
<u>Other comprehensive income</u>												
- Foreign currency translation	-	-	-	419	419	-	-	-	-	419	1	420
- Net fair value changes on cash flow hedges	-	-	-	401	-	-	401	-	-	401	-	401
- Net fair value changes on cash flow hedges, reclassified to profit or loss	-	-	-	(443)	-	-	(443)	-	-	(443)	-	(443)
- Re-measurement of defined benefit plans	-	-	-	10	-	-	-	10	-	10	-	10
- Share of other comprehensive income of an associate	-	-	-	(60)	-	-	(103)	43	-	(60)	-	(60)
Total comprehensive income/(loss) for the year	-	-	(99,397)	327	419	-	(145)	53	-	(99,070)	(1,845)	(100,915)
<u>Contributions by and distributions to equity holders</u>												
- Grant of equity-settled share performance awards to employees	-	-	-	4	-	4	-	-	-	4	-	4
- Treasury shares reissued pursuant to employee share award plan	-	45	-	(45)	-	(15)	-	-	(30)	-	-	-
Total contributions by and distributions to equity holders	-	45	-	(41)	-	(11)	-	-	(30)	4	-	4
<u>Changes in ownership interests in subsidiaries</u>												
- Return of capital to non-controlling interests of a subsidiary	-	-	-	-	-	-	-	-	-	-	(16)	(16)
Total changes in ownership interests in subsidiaries	-	-	-	-	-	-	-	-	-	-	(16)	(16)
Balance at 31 December 2018	162,854	(2,485)	(298,408)	(3,763)	(1,008)	213	114	127	(3,209)	(141,802)	(16,680)	(158,482)

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.

	Share capital	Treasury Shares	Retained earnings/ (accumulated losses)	Total other reserves	Foreign currency translation reserve	Employee share-based payments reserve	Hedging reserve	Defined benefit plans	Capital reserve	Total	Non-controlling interests	Total equity
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
The Group												
Balance at 1 January 2017	162,854	(2,530)	142,663	(12,179)	(8,577)	182	(681)	76	(3,179)	290,808	(1,788)	289,020
Adoption of SFRS(I) 1	-	-	(8,577)	8,577	8,577	-	-	-	-	-	-	-
Adoption of SFRS(I) 1-12	-	-	(417)	-	-	-	-	-	-	(417)	-	(417)
Balance at 1 January 2017 (restated)	162,854	(2,530)	133,669	(3,602)	-	182	(681)	76	(3,179)	290,391	(1,788)	288,603
Loss for the year (restated)	-	-	(332,586)	-	-	-	-	-	-	(332,586)	(10,686)	(343,272)
<u>Other comprehensive income</u>												
- Foreign currency translation	-	-	-	(1,427)	(1,427)	-	-	-	-	(1,427)	(3)	(1,430)
- Net fair value changes on cash flow hedges	-	-	-	612	-	-	612	-	-	612	-	612
- Reclassification to profit or loss on dilution of interest in a joint venture	-	-	-	(15)	-	-	(12)	(3)	-	(15)	-	(15)
- Re-measurement of defined benefit plans	-	-	-	1	-	-	-	1	-	1	-	1
- Share of other comprehensive income of a joint venture	-	-	-	340	-	-	340	-	-	340	-	340
Total comprehensive income/(loss) for the year	-	-	(332,586)	(489)	(1,427)	-	940	(2)	-	(333,075)	(10,689)	(343,764)
<u>Contributions by and distributions to equity holders</u>												
- Grant of equity-settled share performance awards to employees	-	-	-	42	-	42	-	-	-	42	-	42
Total contributions by and distributions to equity holders	-	-	-	42	-	42	-	-	-	42	-	42
<u>Changes in ownership interests in subsidiaries</u>												
- Return of capital to non-controlling interests of a subsidiary	-	-	-	-	-	-	-	-	-	-	(1,843)	(1,843)
- Liquidation of a subsidiary	-	-	-	-	-	-	-	-	-	-	(494)	(494)
Total changes in ownership interests in subsidiaries	-	-	-	-	-	-	-	-	-	-	(2,337)	(2,337)
Balance at 31 December 2017 (restated)	162,854	(2,530)	(198,917)	(4,049)	(1,427)	224	259	74	(3,179)	(42,642)	(14,814)	(57,456)

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 (cont'd).

	Share capital	Treasury Shares	(Accumulated losses)/ retained earnings	Total other reserves	Employee share-based payments reserve	Hedging reserve	Capital reserve	Total
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
The Company								
Balance at 1 January 2018	162,854	(2,530)	(219,915)	266	224	42	–	(59,325)
Loss for the year	–	–	(85,846)	–	–	–	–	(85,846)
<u>Other comprehensive income:</u>								
- Net fair value changes on cash flow hedges	–	–	–	401	–	401	–	401
- Net fair value changes on cash flow hedges, reclassified to profit or loss	–	–	–	(443)	–	(443)	–	(443)
Total comprehensive income for the year	–	–	(85,846)	(42)	–	(42)	–	(85,888)
<u>Contributions by and distributions to equity holders:</u>								
- Grant of equity-settled performance share awards to employees	–	–	–	4	4	–	–	4
- Treasury shares reissued pursuant to employee share award plan	–	45	–	(45)	(15)	–	(30)	–
Total contributions by and distributions to equity holders	–	45	–	(41)	(11)	–	(30)	4
Balance at 31 December 2018	162,854	(2,485)	(305,761)	183	213	–	(30)	(145,209)
Balance at 1 January 2017	162,854	(2,530)	7,978	(388)	182	(570)	–	167,914
Loss for the year	–	–	(227,893)	–	–	–	–	(227,893)
<u>Other comprehensive income:</u>								
- Net fair value changes on cash flow hedges	–	–	–	612	–	612	–	612
Total comprehensive income for the year	–	–	(227,893)	612	–	612	–	(227,281)
<u>Contributions by and distributions to equity holders:</u>								
- Grant of equity-settled performance share awards to employees	–	–	–	42	42	–	–	42
Total contributions by and distributions to equity holders	–	–	–	42	42	–	–	42
Balance at 31 December 2017	162,854	(2,530)	(219,915)	266	224	42	–	(59,325)

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

Under the Share Buy Back Mandate (first approved by the Shareholders on 30 April 2014 and last renewed at the Annual General Meeting on 28 April 2017), the Company has not bought back any ordinary shares during the fourth quarter of 2018.

As at 31 December 2018, the Company's total issued shares is 725,755,013 ordinary shares (31 December 2017: 725,755,013) with 12,029,000 (31 December 2017: 12,243,000) shares being held as treasury shares.

The Company has no subsidiary holdings as at 31 December 2018 and 31 December 2017.

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

The Company's total issued shares excluding treasury shares is 713,726,013 as at 31 December 2018 (31 December 2017: 713,512,013).

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

The movement of treasury shares are as follows:

As at 1 January 2018	: 12,243,000 shares
Treasury shares reissued pursuant to employee performance share plan	: (214,000) shares
Purchase of treasury shares during the year	: Nil
As at 31 December 2018	: 12,029,000 shares

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

The Company has no subsidiary holdings as at 31 December 2018 and 31 December 2017. There was no sales, transfers, cancellation and/or use of subsidiary holdings for the period October to December 2018.

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

The financial statements for the periods under review 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 preparation of the financial statements for the current financial reporting period as those applied in the audited financial statements for the year ended 31 December 2017, except as disclosed in Note 5 below.

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.

On 1 January 2018, the Group has adopted a new financial reporting framework, Singapore Financial Reporting Standards (International) (SFRS(I)s). It has prepared its first set of financial information under SFRS (I)s for the quarter ended 31 March 2018. The Group's previously issued financial statements for periods up to and including the financial year ended 31 December 2017 were prepared in accordance with Singapore Financial Reporting Standards ("SFRS").

In adopting SFRS(I)s on 1 January 2018, the Group is required to apply all of the specific transition requirements in SFRS(I) 1 *First-time Adoption of Singapore Financial Reporting Standards (International)*. The Group's opening balance sheet under SFRS(I)s has been prepared as at 1 January 2017, which is the Group's date of transition to SFRS(I).

The adoption of new/revised SFRS(I)s and INT SFRS(I)s did not have any significant impact on the financial statements of the Group except for the following:

- a) Application of SFRS(I) 1 First Time Adoption of SFRS(I)
The Group has elected for the optional exemption to reset the cumulative translation differences for all foreign operations to nil as at the date of transition on 1 January 2017. As a result, cumulative translation reserve of US\$8,577,000 was reclassified from foreign currency translation reserve to retained earnings as at 1 January 2017.
- b) Application of SFRS(I) 1-12 Income Taxes
Following the withdrawal of Recommended Accounting Practice (RAP) 8 Foreign income not remitted to Singapore, the Group recognised an additional deferred tax liability of US\$417,000 by adjusting the retained earnings as at 1 January 2017.
- c) Application of SFRS(I) 9 Financial Instruments
The Group adopted SFRS(I) 9 on the required effective date without restating prior periods' information. As a result of adopting SFRS(I) 9, the Group recognised additional allowance for doubtful debts of US\$94,000 which have been included in the accumulated losses at the date of initial application, 1 January 2018.
- d) Comparatives
The comparative figures that have been restated arising from the adoption of SFRS(I) described above are summarised below:

Group Income Statement and Consolidated Statement of Comprehensive Income

		4Q 2017 Reported under SFRS US\$'000	Effect of transition to SFRS(I) US\$'000	4Q 2017 Restated under SFRS (I) US\$'000
Taxation	5b	(544)	36	(508)
Loss for the period		(306,064)	36	(306,028)
Total comprehensive loss for the period		(305,899)	36	(305,863)
Loss for the period attributable to:				
Equity holders of the Company		(296,523)	36	(296,487)
Non-controlling interests		(9,541)	-	(9,541)
		(306,064)	36	(306,028)
Total comprehensive loss for the period attributable to:				
Equity holders of the Company		(296,357)	36	(296,321)
Non-controlling interests		(9,542)	-	(9,542)
		(305,899)	36	(305,863)

d) Comparatives (cont'd)

Group Balance Sheet

	As at 31 Dec 2017			As at 1 January 2017		
	Reported under SFRS US\$'000	Effect of transition to SFRS(I) US\$'000	Restated under SFRS (I) US\$'000	Reported under SFRS US\$'000	Effect of transition to SFRS(I) US\$'000	Restated under SFRS (I) US\$'000
Equity attributable to equity holders of the Company						
(Accumulated losses)/ retained earnings	(189,819)	(9,098)	(198,917)	142,663	(8,994)	133,669
Other reserves	(12,626)	8,577	(4,049)	(12,179)	8,577	(3,602)
Total equity	(56,935)	(521)	(57,456)	289,020	(417)	288,603
Non-current liabilities						
Deferred tax liabilities	2,065	521	2,586	1,319	417	1,736
Total non-current liabilities	15,807	521	16,328	492,620	417	493,037

6. Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

	Group	
	FY 2018	FY 2017 (Restated)
Loss attributable to equity holders of the Company (US\$'000)	(99,397)	(332,586)
Weighted average ordinary shares for calculation ('000):		
- applicable to basic earnings per share	713,602	713,512
- based on a fully diluted basis	713,602	713,512
Earnings per ordinary share ("EPS") (US cents)		
(a) Based on weighted average number of ordinary shares on issue	(13.9)	(46.6)
(b) On a fully diluted basis	(13.9)	(46.6)

7. **Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:**

- (a) **current financial period reported on; and**
(b) **immediately preceding financial year.**

	Group		Company	
	As at 31 Dec 18	As at 31 Dec 17 (Restated)	As at 31 Dec 18	As at 31 Dec 17
Net liability value (US\$'000)	(141,802)	(42,642)	(145,209)	(59,325)
Total number of ordinary shares issued ('000)	713,726	713,512	713,726	713,512
Net liability value per ordinary share (US cents)	(19.9)	(6.0)	(20.3)	(8.3)

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

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

REVIEW OF GROUP PERFORMANCE

Revenue

Financial year ended 31 December 2018 ("FY 2018") vs Financial year ended 31 December 2017 ("FY 2017")

Revenue decreased by approximately US\$7.0 million or 10% from US\$67.7 million in FY 2017 to US\$60.7 million in FY 2018.

The decrease was attributed mainly to lower utilisation and hence the decline in revenue for the Subsea Business of US\$8.7 million or 46% from US\$18.8 million in FY 2017 to US\$10.1 million in FY 2018. Revenue for Shipyard Business decreased by US\$0.5 million or 7% from US\$6.7 million in FY 2017 to US\$6.2 million in FY 2018 due to lower completion of ship repair works.

This was offset by higher utilisation and hence the increase in revenue for the Offshore Support Services Business of US\$2.2 million or 5% from US\$42.2 million in FY 2017 to US\$44.4 million in FY 2018.

3 months ended 31 December 2018 ("4Q 2018") vs 3 months ended 31 December 2017 ("4Q 2017")

Revenue decreased by approximately US\$4.3 million or 22% from US\$19.0 million in 4Q 2017 to US\$14.7 million in 4Q 2018.

The decrease was attributed mainly to lower utilisation and hence the decrease in revenue for the Subsea business of US\$4.6 million or 64% from US\$7.2 million in 4Q 2017 to US\$2.6 million in 4Q 2018.

This was offset by higher utilisation and hence the increase in revenue for the Offshore Support Services Business of US\$0.4 million or 4% from US\$10.4 million in 4Q 2017 to US\$10.8 million in 4Q 2018.

REVIEW OF GROUP PERFORMANCE (CONT'D)

Gross loss

Financial year ended 31 December 2018 ("FY 2018") vs Financial year ended 31 December 2017 ("FY 2017")

Gross loss decreased by approximately US\$14.4 million or 77% from US\$18.8 million in FY 2017 to US\$4.4 million in FY 2018.

The decrease was mainly due to improved performance from the Offshore Support Services Business by US\$19.5 million.

This was partially offset by weaker performances from the Subsea Business and Shipyard Business by US\$4.2 million and US\$0.8 million respectively.

3 months ended 31 December 2018 ("4Q 2018") vs 3 months ended 31 December 2017 ("4Q 2017")

Gross loss decreased by approximately US\$7.4 million or 80% from US\$9.3 million in 4Q 2017 to US\$1.9 million in 4Q 2018.

The overall decrease in gross loss was mainly attributable to improved performances from Offshore Support Services Business.

Other operating income

Financial year ended 31 December 2018 ("FY 2018") vs Financial year ended 31 December 2017 ("FY 2017")

3 months ended 31 December 2018 ("4Q 2018") vs 3 months ended 31 December 2017 ("4Q 2017")

Other operating income decreased by approximately US\$4.9 million or 37% from US\$13.1 million in FY 2017 to US\$8.2 million in FY 2018.

Other operating income decreased by approximately US\$5.7 million or 96% from US\$5.9 million in 4Q 2017 to US\$0.2 million in 4Q 2018.

The decrease in other operating income for both periods was mainly due to the absence of gain on non-refundable deposit of US\$2.4 million and share of earnings on vessel sale to related company of US\$2.1 million recorded in 4Q 2017.

General and administrative expenses

Financial year ended 31 December 2018 ("FY 2018") vs Financial year ended 31 December 2017 ("FY 2017")

General and administrative expenses decreased by approximately US\$1.3 million or 8% from US\$16.6 million in FY 2017 to US\$15.3 million in FY 2018 due to the Group's continuing cost rationalisation.

3 months ended 31 December 2018 ("4Q 2018") vs 3 months ended 31 December 2017 ("4Q 2017")

General and administrative expenses increased by approximately US\$2.7 million from US\$1.4 million in 4Q 2017 to US\$4.1 million in 4Q 2018 mainly due to the one-off reclassification adjustment from general and administrative expenses to cost of sale in 4Q 2017.

REVIEW OF GROUP PERFORMANCE (CONT'D)

Other operating expenses

Financial year ended 31 December 2018 ("FY 2018") vs Financial year ended 31 December 2017 ("FY 2017")

Other operating expenses decreased by approximately US\$224.8 million or 80% from US\$279.6 million in FY 2017 to US\$54.8 million in FY 2018.

The decrease was mainly due to lower impairment of property, plant and equipment of US\$139.0 million from US\$178.1 million in FY 2017 to US\$39.1 million in FY 2018 and lower impairment of doubtful receivables of US\$58.9 million from US\$73.4 million in FY 2017 to US\$14.5 million in FY 2018. There was also impairment of investment in joint venture and associate of US\$20.6 million, loss on dilution of investment in associate of US\$2.4 million and loss on assets sold under hire purchase of US\$3.0 million in FY 2017.

3 months ended 31 December 2018 ("4Q 2018") vs 3 months ended 31 December 2017 ("4Q 2017")

Other operating expenses decreased by approximately US\$220.8 million or 80% from US\$274.8 million in 4Q 2017 to US\$54.0 million in 4Q 2018.

The decrease was mainly due to lower impairment of property, plant and equipment of US\$139.0 million from US\$178.1 million in 4Q 2017 to US\$39.1 million in 4Q 2018, lower impairment of doubtful receivables of US\$58.5 million from US\$73.0 million in 4Q 2017 to US\$14.5 million in 4Q 2018 and impairment of investment in joint venture and associate of US\$20.6 million in 4Q 2017.

Finance costs

Financial year ended 31 December 2018 ("FY 2018") vs Financial year ended 31 December 2017 ("FY 2017")

3 months ended 31 December 2018 ("4Q 2018") vs 3 months ended 31 December 2017 ("4Q 2017")

Finance costs increased by approximately US\$2.6 million or 13% from US\$19.6 million in FY 2017 to US\$22.2 million in FY 2018.

Finance costs increased by approximately US\$0.2 million or 3% from US\$5.4 million in 4Q 2017 to US\$5.6 million in 4Q 2018.

The increase in finance costs for both periods was in line with the increase in interest rates, partially offset by a decrease in bank loans outstanding from US\$451.9 million as at 31 December 2017 to US\$443.0 million as at 31 December 2018.

Share of results of joint ventures

Financial year ended 31 December 2018 ("FY 2018") vs Financial year ended 31 December 2017 ("FY 2017")

Share of results of joint ventures improved by approximately US\$15.0 million from US\$14.0 million loss in FY 2017 to US\$1.0 million gain in FY 2018. The increase was attributed mainly to higher losses from the Group's Malaysian joint ventures in FY 2017 as a result of vessel impairment.

3 months ended 31 December 2018 ("4Q 2018") vs 3 months ended 31 December 2017 ("4Q 2017")

Share of results of joint ventures increased by approximately US\$16.4 million from US\$16.6 million loss in 4Q 2017 to US\$0.03 million in 4Q 2018. The increase was attributed mainly to higher losses from the Group's Malaysian joint ventures in 4Q 2017 as a result of vessel impairment.

REVIEW OF GROUP PERFORMANCE (CONT'D)

Share of results of associates

Financial year ended 31 December 2018 ("FY 2018") vs Financial year ended 31 December 2017 ("FY 2017")

3 months ended 31 December 2018 ("4Q 2018") vs 3 months ended 31 December 2017 ("4Q 2017")

Share of losses of associate increased by approximately US\$7.8 million from US\$4.9 million in FY 2017 to US\$12.7 million in FY 2018.

Share of losses of associate increased by approximately US\$6.8 million from US\$3.9 million in FY 2017 to US\$10.7 million in FY 2018.

The increase was mainly attributed to higher losses recorded by the Group's associate in 4Q 2018 due to vessel impairment.

Taxation

Financial year ended 31 December 2018 ("FY 2018") vs Financial year ended 31 December 2017 ("FY 2017")

3 months ended 31 December 2018 ("4Q 2018") vs 3 months ended 31 December 2017 ("4Q 2017")

Tax expense decreased by approximately US\$1.6 million or 60% from US\$2.7 million in FY 2017 to US\$1.1 million in FY 2018. The decrease in taxation expense was due to lower withholding taxes.

Tax expense decreased by approximately US\$0.1 million or 30% from US\$0.5 million in 4Q 2017 to US\$0.4 million in 4Q 2018. The decrease was due to lower withholding taxes.

REVIEW OF STATEMENT OF FINANCIAL POSITION

Non-current assets

The Group's non-current assets amounted to US\$343.2 million as at 31 December 2018. The decrease in non-current assets from US\$447.6 million as at 31 December 2017 was mainly due to:

- (i) the decrease in property, plant and equipment of US\$104.8 million primarily due to impairment, depreciation, sale of vessels and reclassification to assets held for sale; and
- (ii) the decrease in investment in associates of US\$12.8 million primarily due to the share of losses for the financial year ended 31 December 2018.

This was partially offset by the increase in amounts due from related companies of US\$12.1 million and increase in investment in joint ventures of US\$1.0 million due to share of profit for the financial year ended 31 December 2018.

Current assets

The Group's current assets amounted to US\$125.5 million as at 31 December 2018. The decrease in current assets from US\$126.5 million as at 31 December 2017 was mainly due:

- (i) the decrease in amounts due from related companies of US\$21.0 million;
- (ii) the decrease in cash and bank balances of US\$8.6 million;
- (iii) the decrease in other receivables of US\$3.0 million; and
- (iv) the decrease in trade receivables of US\$1.0 million.

This was partially offset by the reclassification of US\$32.6 million from property, plant and equipment to assets held for sale.

REVIEW OF STATEMENT OF FINANCIAL POSITION (CONT'D)

Current liabilities

The Group's current liabilities amounted to US\$612.3 million as at 31 December 2018. The decrease in current liabilities from US\$615.2 million as at 31 December 2017 was attributed mainly to:

- (i) the decrease in current bank loans of US\$8.9 million;
- (ii) the decrease in derivatives of US\$5.5 million; and
- (iii) the decrease in trade payables of US\$2.0 million.

This was partially offset by:

- (iv) the increase in other liabilities of US\$10.8 million mainly due to interest accrual;
- (v) the increase in deferred capital grant of US\$1.3 million reclassified from non-current liabilities; and
- (vi) the increase in amounts due to related companies of US\$1.0 million.

The Group is in negative working capital position of US\$486.8 million as at 31 December 2018. The Group is in the process of restructuring its debt obligations, please refer to Note 10 for more information.

Non-current liabilities

The Group's non-current liabilities amounted to US\$15.0 million as at 31 December 2018. Non-current liabilities decreased from US\$16.3 million as at 31 December 2017 primarily due to decrease in deferred capital grant of US\$1.4 million due to reclassification to current liabilities and decrease in finance lease obligations of US\$0.3 million, partially offset by increase in deferred tax liabilities of US\$0.3 million.

REVIEW OF CASH FLOWS

In FY2018, the Group generated net cash outflows of US\$5.2 million.

Net cash outflow from operating activities was US\$8.6 million, which was mainly due to:-

- (i) net operating losses that resulted in cash outflow from operating activities before working capital changes of US\$0.1 million;
- (ii) net working capital outflow of US\$2.6 million; and
- (iii) net interest and taxes paid of US\$5.9 million.

Net cash inflow from investing activities was US\$4.2 million, which was mainly due to:-

- (i) proceeds from sale of property, plant and equipment of US\$4.6 million;
- (ii) proceeds from sale of assets held for sale of US\$0.4 million; and
- (iii) net loan repayment from related companies of US\$0.7 million.

This was partially offset by:-

- (iv) purchase of property, plant and equipment of US\$1.5 million.

REVIEW OF STATEMENT OF FINANCIAL POSITION (CONT'D)

REVIEW OF CASH FLOWS (CONT'D)

Net cash outflow from financing activities was US\$0.8 million, which was mainly due to repayment of bank loans of US\$4.1 million, which was partially offset by the release of US\$3.2 million pledged cash to pay interest on the notes payable.

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 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.

The level of chartering activity for the Group was higher in FY2018 compared to the prior year but oversupply of offshore support vessels ("OSV") persists and charter rates remain depressed. Rising geopolitical and trade tensions continue to cloud sentiments across markets and outlook for the next 12 months is far less predictable. Amidst uncertain macro environment and weak market sentiments, the Group made further asset impairment while it continues to intensify its efforts to restructure its capital. On 20 December 2018, the Group announced that it has received an alternative restructuring proposal and has executed a binding term sheet with parties who control vessel owning and logistics services entities (the "Promoters"). The term sheet sets out the legally binding agreed key terms between Pacific Radiance Ltd and the Promoters, and forms the basis for entry into definitive agreements for this alternative restructuring proposal.

Under the term sheet, Pacific Radiance Ltd will acquire 100% of a target company (the "Target"), into which the Promoters will procure the injection of its vessel owning and logistics services business and assets worth approximately US\$180 million. The Group will issue and allot new Pacific Radiance Ltd ordinary shares to the owners (the "Vendors") to acquire the Target. When the conditions precedent are fulfilled, this will result in a merger of Pacific Radiance Ltd and the Target, and the Vendors would end up with a significant shareholding in Pacific Radiance Ltd. The merged entity will be jointly managed by key management of Pacific Radiance Ltd and the Promoters. This strategic acquisition will kick-start Pacific Radiance Ltd's move into adjacent market segments where both parties are able to tap on each other's expertise, local knowledge and established network to expand the Group's geographical footprint and range of service offerings in the OSV space.

The acquisition is subject to, inter alia, regulatory and shareholders' approval as well as successful restructuring of the debts of the Group. The Group is currently in the process of carrying out its due diligence on the Target. With the support from major lenders, the High Court of the Republic of Singapore has granted Pacific Radiance Ltd and certain other entities of the Group moratoria under section 211(B)(1) of the Companies Act to 14 March 2019. The moratoria shall be extended on periodic basis and the Group intends to seek further extension of the moratoria at the next hearing on 14 March 2019.

Taking into consideration that the Group and the Promoters have executed a binding term sheet, the noteholders have approved the restructuring of the notes payable and major lenders' support for the moratoria, the financial statements are presented on a going concern basis. If the financial statements are presented on a realisation basis, the carrying value of its assets and liabilities may be materially different. If the Group and Company are unable to continue in operational existence for the foreseeable future, the Group and Company may be unable to discharge its liabilities in the normal course of business and adjustments may have to be made to reflect the situation that assets may need to be realised other than in the normal course of business and at amounts which could differ significantly from the amounts at which they are currently recorded in the balance sheet. In addition, the Group and Company may have to reclassify its non-current assets as current assets. No such adjustments have been made to these financial statements.

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 Year

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

No.

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

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

No dividend was recommended as the Group is in a net loss position and in the midst of a restructuring exercise.

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

Not applicable as the Group has not obtained a general mandate from shareholders for Interested Party Transactions ("IPTs").

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT
(This part is not applicable to Q1, Q2, Q3 or Half Year Results)

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

	Offshore Support Services Business	Subsea Business	Shipyards Business	Per consolidated financial statements
	US\$'000	US\$'000	US\$'000	US\$'000
2018				
Revenue:				
External customers	44,414	10,058	6,195	60,667
Results:				
Interest income	1,651	28	17	1,696
Finance costs	(20,571)	(201)	(1,411)	(22,183)
Depreciation and amortisation	(13,074)	(2,010)	(3,331)	(18,415)
Share of results of joint ventures	1,021	–	–	1,021
Share of results of associates	(12,712)	–	–	(12,712)
Impairment of property, plant and equipment	(21,530)	(7,741)	(9,862)	(39,133)
Other non-cash expenses (Note A)	(9,707)	(4,164)	(612)	(14,483)
Segment loss	(70,026)	(12,504)	(17,602)	(100,132)
Assets:				
Investment in associates	–	–	–	–
Investment in joint ventures	6,438	–	–	6,438
Additions to non-current assets (Note B)	1,461	–	69	1,530
Segment assets	319,074	97,008	52,670	468,752
Segment liabilities	555,298	19,121	52,815	627,234

Note A. Other non-cash expenses consist of impairment of joint ventures and associates, financial assets and club membership.

Note B. Additions to non-current assets consist of additions to property, plant and equipment.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT
(This part is not applicable to Q1, Q2, Q3 or Half Year Results)

14. Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited financial statements, with comparative information for the immediate preceding year (Cont'd)

	Offshore Support Services Business	Subsea Business	Shipyards Business	Per consolidated financial statements
	US\$'000	US\$'000	US\$'000	US\$'000
2017				
Revenue:				
External customers	42,224	18,792	6,659	67,675
Results:				
Interest income	3,439	2,911	–	6,350
Finance costs	(18,393)	(133)	(1,089)	(19,615)
Depreciation and amortisation	(23,104)	(3,603)	(3,256)	(29,963)
Share of results of joint ventures	(14,015)	–	–	(14,015)
Share of results of associates	(4,945)	–	–	(4,945)
Impairment of property, plant and equipment	(178,070)	–	–	(178,070)
Other non-cash expenses (Note A)	(68,990)	(24,867)	(221)	(94,078)
Segment loss	(289,928)	(44,300)	(6,296)	(340,524)
Assets:				
Investment in associates	12,771	–	–	12,771
Investment in joint ventures	5,417	–	–	5,417
Additions to non-current assets (Note B)	15,082	28	338	15,448
Segment assets	395,507	113,071	65,540	574,118
Segment liabilities (restated)	560,074	19,126	52,374	631,574

Note A. Other non-cash expenses consist of impairment of joint ventures and associates, financial assets and club membership.

Note B. Additions to non-current assets consist of additions to property, plant and equipment.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT
(This part is not applicable to Q1, Q2, Q3 or Half Year Results) (CONT'D)

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

Geographical information

Revenue is based on the geographical location in which the services are performed. Non-current assets are based on the geographical location of the companies that own the assets:

	Revenues		Non-current assets	
	FY 2018 US\$'000	FY 2017 US\$'000	FY 2018 US\$'000	FY 2017 US\$'000
Asia	44,734	42,742	284,505	389,255
Middle East	15,933	21,105	–	–
Australia	–	3,828	–	–
Latin America	–	–	–	6
	<u>60,667</u>	<u>67,675</u>	<u>284,505</u>	<u>389,261</u>

Non-current assets information presented above consists of property, plant and equipment and club memberships as presented in the consolidated balance sheet.

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

Refer to part 8 and 10.

16. **A breakdown of sales**

	Group		Increase/ (Decrease) %
	FY 2018 US\$'000	FY 2017 US\$'000 (Restated)	
Sales reported for first half year	27,336	31,476	(13)
Operating loss after tax before deducting non-controlling interests reported for first half year	(20,601)	(23,831)	(14)
Sales reported for second half year	33,331	36,199	(8)
Operating loss after tax before deducting non-controlling interests reported for second half year	(80,642)	(319,441)	(75)

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

Not applicable.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT
(This part is not applicable to Q1, Q2, Q3 or Half Year Results) (CONT'D)

18. Person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer.

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Pang Wei Kuan	36	<p>Son of Mr Pang Yoke Min who is the substantial shareholder and executive chairman of the Company.</p> <p>Brother of Mr Pang Wei Meng who is the executive director of the Company.</p>	<p>Managing Director, Commercial and Business Development.</p> <p>Appointed in 2011.</p> <p>Responsible for the Group's marketing and business development activities for new or emerging markets and is also involved in the Group's investment activities by developing and executing the strategies and business plans.</p>	None.
Alphonsus Ang	60	<p>Brother-in-law of Mr Pang Yoke Min who is the substantial shareholder and executive chairman of the Company.</p> <p>Uncle of Mr Pang Wei Meng who is the executive director of the Company.</p>	<p>General Manager – Procurement.</p> <p>Appointed in 2007.</p> <p>Responsible for the development of the Group's supply chain management policies as well as the management of procurement activities in alignment with the Group's strategies and business plans.</p>	None.
James Ang	58	<p>Brother-in-law of Mr Pang Yoke Min who is the substantial shareholder and executive chairman of the Company.</p> <p>Uncle of Mr Pang Wei Meng who is the executive director of the Company.</p>	<p>Ship Repair Manager.</p> <p>Appointed in 2011.</p> <p>Responsible for management of the ship-repair yard.</p>	None.

19. Confirmation of Directors and Executive Officers' undertakings pursuant to Listing Rule 720(1)

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

On behalf of the Board of Directors

Pang Yoke Min
Executive Chairman

Mok Weng Vai
Executive Director

01 March 2019