

## Third Quarter Financial Year 2018 Financial Statements And Dividend Announcement

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

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

### Consolidated Statement of Comprehensive Income For the third quarter and nine months ended 31 May 2018

	Note	Group Quarter			Group 9 Months		
		May-18 \$'000	May-17 \$'000	Change %	May-18 \$'000	May-17 \$'000	Change %
<b>Revenue</b>	(i)	<b>11,956</b>	<b>13,392</b>	<b>(10.7)</b>	<b>38,515</b>	<b>38,718</b>	<b>(0.5)</b>
Other income	(ii)	50	68	(26.5)	156	555	(71.9)
Raw materials, consumables used and changes in inventories		(6,197)	(6,902)	(10.2)	(19,619)	(19,711)	(0.5)
Employee benefit expenses		(2,436)	(2,580)	(5.6)	(7,688)	(8,477)	(9.3)
Depreciation and amortisation expenses		(565)	(772)	(26.8)	(1,964)	(2,384)	(17.6)
Other operating expenses	(iii)	(1,925)	(2,428)	(20.7)	(6,908)	(6,756)	2.2
Finance costs		(74)	(109)	(32.1)	(258)	(379)	(31.9)
<b>Profit before income tax</b>		<b>809</b>	<b>669</b>	<b>20.9</b>	<b>2,234</b>	<b>1,566</b>	<b>42.7</b>
Income tax expense		(125)	(213)	(41.3)	(408)	(558)	(26.9)
<b>Profit for the period</b>		<b>684</b>	<b>456</b>	<b>50.0</b>	<b>1,826</b>	<b>1,008</b>	<b>81.2</b>
<b>Profit / (loss) attributable to:</b>							
Owners of the parent		714	408	75.0	2,024	905	123.6
Non-controlling interests		(30)	48	N.M.	(198)	103	N.M.
<b>Profit for the period</b>		<b>684</b>	<b>456</b>	<b>50.0</b>	<b>1,826</b>	<b>1,008</b>	<b>81.2</b>
<b>Other comprehensive income</b>							
<i>Items that may be reclassified subsequently to profit or loss</i>							
Exchange differences on translation of foreign operations		552	(490)	N.M.	(184)	939	N.M.
<b>Total comprehensive income for the period</b>		<b>1,236</b>	<b>(34)</b>	<b>N.M.</b>	<b>1,642</b>	<b>1,947</b>	<b>(15.7)</b>
<b>Total comprehensive income attributable to:</b>							
Owners of the parent		1,278	(102)	N.M.	1,801	1,799	0.1
Non-controlling interests		(42)	68	N.M.	(159)	148	N.M.
		<b>1,236</b>	<b>(34)</b>	<b>N.M.</b>	<b>1,642</b>	<b>1,947</b>	<b>(15.7)</b>

N.M. denotes not meaningful

\*Throughout this report, all figures are in Singapore Dollars and Singapore Cents, unless otherwise stated.

**Notes:****1(a)(i) Revenue**

	Group Quarter		Group 9 Months	
	May-18	May-17	May-18	May-17
	\$'000	\$'000	\$'000	\$'000
Sales of goods	11,287	12,852	36,521	37,272
Sales of scrap	422	319	1,198	777
Rental income	243	221	783	648
Interest income	4	-	13	21
	<b>11,956</b>	<b>13,392</b>	<b>38,515</b>	<b>38,718</b>

**1(a)(ii) Other income**

	Group Quarter		Group 9 Months	
	May-18	May-17	May-18	May-17
	\$'000	\$'000	\$'000	\$'000
Gain on disposal of plant and equipment	4	10	65	342
Reversal of impairment of plant and equipment	-	-	-	48
Gain on disposal of club membership	-	41	-	41
Miscellaneous income	46	17	91	124
	<b>50</b>	<b>68</b>	<b>156</b>	<b>555</b>

**1(a)(iii) Other operating expenses**

	Group Quarter		Group 9 Months	
	May-18	May-17	May-18	May-17
	\$'000	\$'000	\$'000	\$'000
Supplies and services	606	967	2,896	3,013
Utilities	394	469	1,289	1,419
Transportation and travelling	215	200	660	608
Professional fees	179	86	493	372
Repair and maintenance	112	163	352	482
Office and sundry expenses	60	296	310	293
Loss on foreign exchange, net	105	26	286	128
Others	254	221	622	441
	<b>1,925</b>	<b>2,428</b>	<b>6,908</b>	<b>6,756</b>

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

**Statements of Financial Position**

	Group As At		Company As At	
	31-May-18 \$'000	31-Aug-17 \$'000	31-May-18 \$'000	31-Aug-17 \$'000
<b>ASSETS</b>				
<b>Current assets:</b>				
Cash and bank balances	12,028	8,830	5,615	1,545
Trade and other receivables	15,855	18,372	6,384	6,958
Prepayments	155	195	17	98
Inventories	5,040	5,449	4	-
Non-current assets held for sale	3,518	3,569	3,518	3,569
<b>Total current assets</b>	<b>36,596</b>	<b>36,415</b>	<b>15,538</b>	<b>12,170</b>
<b>Non-current assets:</b>				
Subsidiaries	-	-	27,465	27,758
Available-for-sale financial assets	8,849	8,978	8,849	8,978
Property, plant and equipment	31,516	27,504	3,007	931
Investment properties	6,452	6,584	-	-
Intangible assets	13	13	-	-
Deferred tax assets	20	20	-	-
Other receivables	106	103	-	-
<b>Total non-current assets</b>	<b>46,956</b>	<b>43,202</b>	<b>39,321</b>	<b>37,667</b>
<b>Total assets</b>	<b>83,552</b>	<b>79,617</b>	<b>54,859</b>	<b>49,837</b>
<b>LIABILITIES AND EQUITY</b>				
<b>Current liabilities:</b>				
Trade and other payables	7,718	9,053	4,045	2,743
Current income tax payable	81	110	-	-
Finance lease	29	-	29	-
Bank loans	4,724	7,348	1,285	1,702
<b>Total current liabilities</b>	<b>12,552</b>	<b>16,511</b>	<b>5,359</b>	<b>4,445</b>
<b>Non-current liabilities:</b>				
Finance lease	97	-	97	-
Bank loans	4,313	2,665	648	642
Other payable	240	436	2,567	2,086
Provisions	363	368	-	-
Deferred tax liabilities	217	226	-	-
<b>Total non-current liabilities</b>	<b>5,230</b>	<b>3,695</b>	<b>3,312</b>	<b>2,728</b>
<b>Total liabilities</b>	<b>17,782</b>	<b>20,206</b>	<b>8,671</b>	<b>7,173</b>
<b>Equity:</b>				
Share capital	49,079	42,259	49,079	42,259
Treasury shares	(233)	(200)	(233)	(200)
Revaluation reserve	666	666	-	-
Fair value reserve	(12)	(12)	-	-
Other reserve	964	964	-	-
Share awards reserve	30	-	30	-
Currency translation reserve	(11,625)	(11,402)	(12,151)	(11,625)
Retained earnings	24,830	24,782	9,463	12,230
<b>Equity attributable to owners of the parent</b>	<b>63,699</b>	<b>57,057</b>	<b>46,188</b>	<b>42,664</b>
Non-controlling interests	2,071	2,354	-	-
<b>Total equity</b>	<b>65,770</b>	<b>59,411</b>	<b>46,188</b>	<b>42,664</b>
<b>Total liabilities and equity</b>	<b>83,552</b>	<b>79,617</b>	<b>54,859</b>	<b>49,837</b>

**1(b)(ii) Aggregate amount of group's borrowings and debt securities.****Amount repayable in one year or less, or on demand**

As at 31 May 2018 \$'000		As at 31 August 2017 \$'000	
Secured	Unsecured	Secured	Unsecured
4,083	670	6,676	672

**Amount repayable after one year**

As at 31 May 2018 \$'000		As at 31 August 2017 \$'000	
Secured	Unsecured	Secured	Unsecured
4,380	30	2,139	526

Detail of collaterals**Bank loans**

The Group's secured borrowings comprise bank loans of the Company and its subsidiaries, Miyoshi Precision Huizhou Co., Ltd ("MPH"), Wuxi Miyoshi Precision Co., Ltd ("WMP"), Miyoshi Precision (Malaysia) Sdn Bhd ("MPM") and Miyoshi Technologies Phils, Inc. ("MTP"). The bank loans are secured against assets and properties of the Company and its subsidiaries. The Company provided a corporate guarantee and a letter of comfort for the bank loan to MPM. The current and non-current balances of the secured bank loans as at 31 May 2018 were \$4,054,000 and \$4,283,000 (31 August 2017: \$6,676,000 and \$2,139,000).

**Finance Lease**

The finance lease is secured against a motor vehicle of the Company. The current and non-current balances of the finance lease as at 31 May 2018 were \$29,000 and \$97,000 (31 August 2017: Nil). The net book value of the motor vehicle under this finance lease as at 31 May 2018 was \$203,000 (31 August 2017: Nil).

**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.**

**Consolidated Statement of Cash Flows**

	Group Quarter		Group 9 Months	
	May-18 \$'000	May-17 \$'000	May-18 \$'000	May-17 \$'000
<b>Operating activities:</b>				
Profit before income tax	809	669	2,234	1,566
Adjustments for:				
Allowance for doubtful trade and other receivables	-	109	-	109
Depreciation and amortisation expenses	565	773	1,964	2,384
Interest expense	74	118	258	379
Interest income	(4)	-	(13)	(12)
Gain on disposal of plant and equipment	(4)	(10)	(65)	(342)
Gain on disposal of club membership	-	(41)	-	(41)
Reversal of inventory obsolescence	(215)	-	(201)	-
Reversal of impairment loss on plant and equipment	-	-	-	(48)
Share awards expenses	64	-	182	-
Unrealised exchange differences	(133)	(6)	208	170
<b>Operating cash flows before changes in working capital</b>	<b>1,156</b>	<b>1,612</b>	<b>4,567</b>	<b>4,165</b>
Trade and other receivables	259	(1,932)	2,162	(425)
Prepayments	3	19	40	(33)
Inventories	379	222	598	(180)
Trade and other payables	1,244	(250)	(1,356)	(1,351)
<b>Cash generated from / (used in) operations</b>	<b>3,041</b>	<b>(329)</b>	<b>6,011</b>	<b>2,176</b>
Interest paid	(74)	(118)	(258)	(379)
Interest received	4	-	13	12
Income tax paid	(94)	(109)	(328)	(385)
<b>Net cash from / (used in) operating activities</b>	<b>2,877</b>	<b>(556)</b>	<b>5,438</b>	<b>1,424</b>
<b>Investing activities:</b>				
Proceeds from disposal of club membership	-	41	-	41
Proceeds from disposal of plant and equipment	-	98	116	456
Purchase of plant and equipment	(2,363)	(37)	(5,890)	(834)
<b>Net cash (used in) / from investing activities</b>	<b>(2,363)</b>	<b>102</b>	<b>(5,774)</b>	<b>(337)</b>
<b>Financing activities:</b>				
Proceeds from bank loans	-	-	1,085	-
Purchase of treasury shares	(215)	-	(215)	(200)
Dividend payments	-	-	(1,976)	(1,811)
Dividends paid to non-controlling interests	-	(201)	(124)	(201)
Proceeds from share placement	6,820	-	6,820	-
Repayment of bank loans	(380)	(2,159)	(2,061)	(4,082)
Repayment of finance leases	(7)	-	(39)	-
<b>Net cash from / (used in) financing activities</b>	<b>6,218</b>	<b>(2,360)</b>	<b>3,490</b>	<b>(6,294)</b>
Increase / (decrease in) cash and cash equivalents	6,732	(2,814)	3,154	(5,207)
Effect of exchange rate changes on cash and cash equivalents	(106)	(74)	33	620
Cash and cash equivalents at beginning of period	5,258	10,723	8,697	12,422
<b>Cash and cash equivalents at end of period</b>	<b>11,884</b>	<b>7,835</b>	<b>11,884</b>	<b>7,835</b>

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

**Consolidated Statement of Changes in Equity**

	Share Capital	Treasury Shares	Revaluation Reserve	Fair Value Reserve	Other Reserve	Share Awards Reserve	Currency Translation Reserve	Retained Earnings	Equity Attributable to Owners of the Parent	Non- Controlling Interests	Total Equity
GROUP	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Balance at 1 September 2017</b>	<b>42,259</b>	<b>(200)</b>	<b>666</b>	<b>(12)</b>	<b>964</b>	<b>-</b>	<b>(11,402)</b>	<b>24,782</b>	<b>57,057</b>	<b>2,354</b>	<b>59,411</b>
Profit/(loss) for the period	-	-	-	-	-	-	-	1,310	1,310	(168)	1,142
<b>Other comprehensive income for the period</b>											
Foreign currency translation	-	-	-	-	-	-	(787)	-	(787)	51	(736)
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(787)</b>	<b>1,310</b>	<b>523</b>	<b>(117)</b>	<b>406</b>
<b>Transactions with owners of the parent recognised directly in equity</b>											
Share-based payments	-	118	-	-	-	30	-	-	148	-	148
<b>Total transactions with owners of the parent recognised directly in equity</b>	<b>-</b>	<b>118</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>30</b>	<b>-</b>	<b>-</b>	<b>148</b>	<b>-</b>	<b>148</b>
<b>Transactions with non-controlling interests</b>											
Dividends to non-controlling interests	-	-	-	-	-	-	-	-	-	(124)	(124)
<b>Total transactions with non-controlling interests</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(124)</b>	<b>(124)</b>
<b>Contributions by and distributions to owners</b>											
Dividends	-	-	-	-	-	-	-	(1,976)	(1,976)	-	(1,976)
<b>Total contributions by and distributions to owners</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1,976)</b>	<b>(1,976)</b>	<b>-</b>	<b>(1,976)</b>
<b>Balance at 28 February 2018</b>	<b>42,259</b>	<b>(82)</b>	<b>666</b>	<b>(12)</b>	<b>964</b>	<b>30</b>	<b>(12,189)</b>	<b>24,116</b>	<b>55,752</b>	<b>2,113</b>	<b>57,865</b>
Profit / (loss) for the period	-	-	-	-	-	-	-	714	714	(30)	684
<b>Other comprehensive income for the period</b>											
Foreign currency translation	-	-	-	-	-	-	564	-	564	(12)	552
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>564</b>	<b>714</b>	<b>1,278</b>	<b>(42)</b>	<b>1,236</b>
<b>Contributions by and distributions to owners</b>											
Purchase of treasury shares	-	(151)	-	-	-	-	-	-	(151)	-	(151)
Share placement	6,820	-	-	-	-	-	-	-	6,820	-	6,820
<b>Total contributions by and distributions to owners</b>	<b>6,820</b>	<b>(151)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6,669</b>	<b>-</b>	<b>6,669</b>
<b>Balance at 31 May 2018</b>	<b>49,079</b>	<b>(233)</b>	<b>666</b>	<b>(12)</b>	<b>964</b>	<b>30</b>	<b>(11,625)</b>	<b>24,830</b>	<b>63,699</b>	<b>2,071</b>	<b>65,770</b>

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

**Consolidated Statement of Changes in Equity**

	Share Capital	Treasury Share Reserve	Revaluation Reserve	Fair Value Reserve	Other Reserve	Share Options Reserve	Currency Translation Reserve	Retained Earnings	Equity Attributable to Owners of the Parent	Non-Controlling Interests	Total Equity
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>GROUP</b>											
<b>Balance at 1 September 2016</b>	39,309	-	666	(12)	823	217	(11,514)	24,191	53,680	2,511	56,191
Profit for the period	-	-	-	-	-	-	-	497	497	55	552
<b>Other comprehensive income for the period</b>											
Foreign currency translation	-	-	-	-	-	-	1,404	-	1,404	25	1,429
<b>Total comprehensive income for the period</b>	-	-	-	-	-	-	1,404	497	1,901	80	1,981
<b>Distribution to owners</b>											
Dividends	-	-	-	-	-	-	-	(1,811)	(1,811)	-	(1,811)
<b>Total distribution to owners</b>	-	-	-	-	-	-	-	(1,811)	(1,811)	-	(1,811)
<b>Transactions with owners of the parent recognised directly in equity</b>											
Share options lapsed	-	-	-	-	-	(217)	-	217	-	-	-
<b>Total transactions with owners of the parent recognised directly in equity</b>	-	-	-	-	-	(217)	-	217	-	-	-
<b>Contribution by and distribution to owners</b>											
Purchase of treasury shares	-	(200)	-	-	-	-	-	-	(200)	-	(200)
<b>Total contribution by and distribution to owners</b>	-	(200)	-	-	-	-	-	-	(200)	-	(200)
<b>Balance at 28 February 2017</b>	39,309	(200)	666	(12)	823	-	(10,110)	23,094	53,570	2,591	56,161
Profit for the period	-	-	-	-	-	-	-	408	408	48	456
<b>Other comprehensive income for the period</b>											
Foreign currency translation	-	-	-	-	-	-	(510)	-	(510)	20	(490)
<b>Total comprehensive income for the period</b>	-	-	-	-	-	-	(510)	408	(102)	68	(34)
<b>Transactions with non-controlling interests</b>											
Dividends to non-controlling interests	-	-	-	-	-	-	-	-	-	(201)	(201)
<b>Total transactions with non-controlling interests</b>	-	-	-	-	-	-	-	-	-	(201)	(201)
<b>Balance at 31 May 2017</b>	39,309	(200)	666	(12)	823	-	(10,620)	23,502	53,468	2,458	55,926

**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.**

**Consolidated Statement of Changes in Equity**

	Share Capital	Treasury Shares	Share Awards Reserve	Currency Translation Reserve	Retained Earnings	Total Equity
COMPANY	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Balance at 1 September 2017</b>	<b>42,259</b>	<b>(200)</b>	<b>-</b>	<b>(11,625)</b>	<b>12,230</b>	<b>42,664</b>
Loss for the period	-	-	-	-	(111)	(111)
<b>Other comprehensive income for the period</b>						
Foreign currency translation	-	-	-	(1,041)	-	(1,041)
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1,041)</b>	<b>(111)</b>	<b>(1,152)</b>
<b>Contributions by and distributions to owners</b>						
Dividends	-	-	-	-	(1,976)	(1,976)
<b>Total contributions by and distributions to owners</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1,976)</b>	<b>(1,976)</b>
<b>Transactions with owners of the parent recognised directly in equity</b>						
Share-based payments	-	118	30	-	-	148
<b>Total transactions with owners of the parent recognised directly in equity</b>	<b>-</b>	<b>118</b>	<b>30</b>	<b>-</b>	<b>-</b>	<b>148</b>
<b>Balance at 28 February 2018</b>	<b>42,259</b>	<b>(82)</b>	<b>30</b>	<b>(12,666)</b>	<b>10,143</b>	<b>39,684</b>
Profit for the period	-	-	-	-	(680)	(680)
<b>Other comprehensive income for the period</b>						
Foreign currency translation	-	-	-	515	-	515
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>515</b>	<b>(680)</b>	<b>(165)</b>
<b>Contributions by and distributions to owners</b>						
Purchase of treasury shares	-	(151)	-	-	-	(151)
Share placement	6,820	-	-	-	-	6,820
<b>Total contributions by and distributions to owners</b>	<b>6,820</b>	<b>(151)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6,669</b>
<b>Balance at 31 May 2018</b>	<b>49,079</b>	<b>(233)</b>	<b>30</b>	<b>(12,151)</b>	<b>9,463</b>	<b>46,188</b>



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

**Consolidated Statement of Changes in Equity**

	Share Capital	Treasury Shares	Share Options Reserve	Currency Translation Reserve	Retained Earnings	Total Equity
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>COMPANY</b>						
<b>Balance at 1 September 2016</b>	<b>39,309</b>	-	<b>217</b>	<b>(11,388)</b>	<b>7,424</b>	<b>35,562</b>
Loss for the period	-	-	-	-	(1,357)	(1,357)
<b>Other comprehensive income for the period</b>						
Foreign currency translation	-	-	-	1,070	-	1,070
<b>Total comprehensive income for the period</b>	-	-	-	<b>1,070</b>	<b>(1,357)</b>	<b>(287)</b>
<b>Transactions with owners of the parent recognised directly in equity</b>						
Share options lapsed	-	-	(217)	-	217	-
<b>Total transactions with owners of the parent recognised directly in equity</b>	-	-	<b>(217)</b>	-	<b>217</b>	-
<b>Contributions by and distribution to owners</b>						
Dividends	-	-	-	-	(1,811)	(1,811)
Purchase of treasury shares	-	(200)	-	-	-	(200)
<b>Total contribution to owners</b>	-	<b>(200)</b>	-	-	<b>(1,811)</b>	<b>(2,011)</b>
<b>Balance at 28 February 2017</b>	<b>39,309</b>	<b>(200)</b>	-	<b>(10,318)</b>	<b>4,473</b>	<b>33,264</b>
Profit for the period	-	-	-	-	47	47
<b>Other comprehensive income for the period</b>						
Foreign currency translation	-	-	-	(430)	-	(430)
<b>Total comprehensive income for the period</b>	-	-	-	<b>(430)</b>	<b>47</b>	<b>(383)</b>
<b>Balance at 31 May 2017</b>	<b>39,309</b>	<b>(200)</b>	-	<b>(10,748)</b>	<b>4,520</b>	<b>32,881</b>

**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.**

As at 31 August 2017, the Company held 3,640,000 treasury shares and the total number of ordinary shares in the capital of the Company (excluding treasury shares and subsidiary holdings) was 494,029,490 shares.

On 13 February 2018, 2,145,500 treasury shares ("PSP Shares") were transferred to certain employees of the group pursuant to the Miyoshi Limited Performance Share Plan 2016.

On 15 March 2018, 19 March 2018 and 23 March 2018, the Company purchased 710,000, 687,000 and 705,000 shares respectively by way of market acquisition.

On 18 May 2018, the Company completed the placement of 115,000,000 new ordinary shares in the capital of the Company in accordance with the terms of the placement agreement entered into with CGS-CIMB Securities (Singapore) Pte. Ltd. as the placement agent. Following the completion, as at the date of this announcement, the total issued share capital of the Company increased to 609,072,990 shares, being the enlarged issued and paid up capital (excluding treasury shares and subsidiary holdings).

Save for the above, there were no changes in the Company's share capital since the end of the previous period reported on 28 February 2018.

There were no outstanding share options as at 31 May 2018 and 31 May 2017.

As at 31 May 2018, the Company did not have any subsidiary holdings and held 3,596,500 treasury shares which represented approximately 0.6% of the total issued shares (excluding treasury shares and subsidiary holdings) comprising 609,072,990 shares. As at 31 May 2017, the Company did not have any subsidiary holdings and held 3,640,000 treasury shares which represented 0.8% of the total issue shares (excluding treasury shares and subsidiary holdings) comprising 449,029,490 shares

**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.**

Company	As at 31 May 2018	As at 31 August 2017
Total number of issued shares	612,669,490	497,669,490
Less: Treasury shares	(3,596,500)	(3,640,000)
Total number of issued shares excluding treasury shares	609,072,990	494,029,490

**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.**

Treasury Shares	Quarter ended	9 months ended
	31 May 2018	31 May 2018
Balance at beginning of financial period	1,494,500	3,640,000
Transferred on award of PSP Shares	-	(2,145,500)
Purchase of treasury shares	2,102,000	2,102,000
Balance as at end of financial period	3,596,500	3,596,500

**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.**

There were no subsidiary holdings as at the end of the current financial period reported on.

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

The figures have not been audited nor reviewed by our auditors.

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

Not applicable.

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

Saved as disclosed in paragraph 5, the Group has applied the same accounting policies and methods of computation in the financial statements for the current reporting period as that of the audited financial statements for the period ended 31 August 2017.

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

The Group has adopted all the applicable new and revised Financial Reporting Standards ("FRS") and Interpretations of Financial Reporting Standards ("INT FRS") that are mandatory for the accounting periods beginning on or after 1 September 2017. The adoption of these new and revised FRS and INT FRS, did not result in any substantial changes of the Group's and the Company's accounting policies and has no significant impact on the financial statements for the current financial reporting period.

**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.**

	Quarter ended		9 months ended	
	31-May-18	31-May-17	31-May-18	31-May-17
	Cents	Cents	Cents	Cents
Based on weighted average number of ordinary shares in issue	0.14	0.09	0.40	0.20
On a fully diluted basis	0.14	0.09	0.40	0.20
Weighted average number of ordinary share in issue for basic and diluted earnings per share	513,234,033	449,029,490	500,627,094	451,269,490

Earnings per ordinary share is calculated on the Group profit for the financial periods attributable to owners of the parent divided by the weighted average number of ordinary shares for 3Q2018 is 513,234,033 (3Q2017: 449,029,490) and for 9M2018 is 500,627,094 (9M2017: 451,269,490).

The basic and diluted earnings per ordinary share are the same as the Company did not have any outstanding dilutive equity instruments during these financial periods.

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 issuers at the end of the (a) current financial period reported on and (b) immediately preceding financial year.**

<b>Net asset value (“NAV”)</b>	<b>Group</b>	<b>Company</b>
NAV per share as at 31 May 2018	10.46 cents	7.58 cents
NAV per share as at 31 August 2017	11.55 cents	8.64 cents

Net asset value per share is calculated based on share capital of 609,072,990 and 494,029,490 ordinary shares in issue, excluding treasury shares, as at 31 May 2018 and 31 August 2017 respectively.

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.**

#### **A. Revenue**

##### 3Q2018

Revenue decreased by \$1.4 million or 10.7% from \$13.4 million in 3Q2017 to \$12.0 million in 3Q2018. The decrease was mainly due to fewer orders from data storage customers. Revenue from data storage segment decreased by 42.4% year-on-year and it is part of the Group’s business strategy to move away from the data storage business and focus on the consumer electronics and automotive business segments.

##### 9M2018

Revenue decreased by \$0.2 million or 0.5% from \$38.7 million in 9M2017 to \$38.5 million in 9M2018. The decrease was mainly due to fewer orders from data storage customers. Revenue from data storage segment decreased by 38.1% year-on-year and it is part of the Group’s business strategy to move away from the data storage business and focus on the consumer electronics and automotive business segments.

#### **B. Other Income**

##### 3Q2018

Other income decreased by \$18,000 from \$68,000 in 3Q2017 to \$50,000 in 3Q2018. Other income included training cost subsidies, gain on disposal of plant and equipment, and gain on disposal of club membership.

##### 9M2018

Other income decreased by \$0.4 million from \$0.6 million in 9M2017 to \$0.2 million in 9M2018. The decrease was mainly due to lower gain on disposal of property, plant and equipment of \$0.3 million, reversal of impairment of plant and equipment of \$48,000 and gain on disposal of club membership of \$41,000 in 9M2017 which were non-recurrent in 9M2018.

#### **C. Total Costs and Expenses**

##### 3Q2018

Total costs and expenses decreased by \$1.6 million from \$12.8 million in 3Q2017 to \$11.2 million in 3Q2018. The decrease was mainly due to decreases in raw material and consumables used of \$0.7 million, other operating expenses of \$0.5 million, depreciation expense of \$0.2 million and employee benefit expenses of \$0.2 million, in line with the decrease in revenue.

##### 9M2018

Total costs and expenses decreased by \$1.3 million from \$37.7 million in 9M2017 to \$36.4 million in 9M2018. The decrease was mainly due to the decrease of employee benefit expenses of \$0.8 million and depreciation expense of \$0.4 million, in line with the decrease

in revenue, offset by the increases in other operating expenses of \$0.1 million. The decrease in employee benefit expense is mainly due to the shift in product mix from data storage segment to the automotive segment.

#### **D. Profit After Income Tax**

##### 3Q2018

Profit after income tax increased by \$0.2 million from \$0.5 million in 3Q2017 to \$0.7 million in 3Q2018. The higher profit was mainly due to the decrease in the costs and expenses of \$1.6 million, offset by the decrease in revenue of \$1.4 million.

##### 9M2018

Profit after income tax increased by \$0.8 million from \$1.0 million in 9M2017 to \$1.8 million in 9M2018. The increase was mainly due to the reduction in cost of \$1.3 million, offset by the decrease in revenue of \$0.2 million and other income of \$0.4 million.

#### **E. Assets and Liabilities**

Current assets increased by \$0.2 million from \$36.4 million as at 31 August 2017 to \$36.6 million as at 31 May 2018. This was mainly due to an increase in cash and bank balances of \$3.2 million following the share placement on 18 May 2018, offset by the decrease in trade and other receivables from prompt customer collections of \$2.5 million and inventories of \$0.4 million.

Current liabilities decreased by \$3.9 million from \$16.5 million as at 31 August 2017 to \$12.6 million as at 31 May 2018. This mainly was due to the repayment of bank loans of \$2.6 million and payment of trade and other payables of \$1.3 million.

Non-current assets increased by \$3.8 million from \$43.2 million as at 31 August 2017 to \$47.0 million as at 31 May 2018, mainly due to an increase in property, plant and equipment ("PPE") of \$4.0 million as we purchased a property in Singapore as well as plant and equipment for our operations in the Philippines, offset by the decreases in available-for-sale financial assets and investment properties of \$0.2 million each as a result of currency translation differences. The increase in PPE was mainly due to the acquisition of industrial property in Singapore of \$1.6 million, which was completed on 21 February 2018.

Non-current liabilities increased by \$1.5 million from \$3.7 million as at 31 August 2017 to \$5.2 million as at 31 May 2018, due to an increase in bank loans of \$1.6 million. The proceeds from the bank loans were used for the purchase of a property in Singapore.

#### **F. Equity**

Equity attributable to owners of the parent increased by \$6.6 million from \$57.1 million as at 31 August 2017 to \$63.7 million as at 31 May 2018. The increase was mainly due to proceeds from the share placement of \$6.8 million and an increase in profit attributable to owners of the parent of \$2.0 million, offset by a dividend payment of \$2.0 million and loss in foreign currency translation of \$0.2 million due to weaker USD against SGD.

#### **G. Cash Flows**

Cash and cash equivalents increased by \$3.2 million from \$8.7 million as at 31 August 2017 to \$11.9 million as at 31 May 2018. Cash and cash equivalents comprised of cash and bank balances, fixed deposits, less bank overdraft and fixed deposit pledged for bank borrowings.

Net cash from operating activities for 9M2018 amounted to \$5.4 million. The cash from operations of \$4.6 million before changes in working capital were reduced by lower trade and other payables of \$1.4 million, interest paid of \$0.3 million, income tax paid of \$0.3 million, offset by lower trade and other receivables of \$2.2 million and inventories of \$0.6 million.

Net cash used in investing activities for 9M2018 amounted to \$5.8 million. This was mainly due to the purchase of a property in Singapore of \$1.6 million and plant and equipment of \$4.3 million mainly for our operations in the Philippines.

Net cash used in financing activities for 9M2018 amounted to \$3.5 million mainly due to repayment of bank loans of \$2.1 million, dividends payment of \$2.0 million, purchase of treasury shares of \$0.2 million, offset by proceeds from share placement of \$6.8 million and bank loans of \$1.1 million.

#### **H. Update on the Use of Share Placement Proceeds**

The Company had on 18 May 2018, completed the placement of 115,000,000 new ordinary shares in the Company to raise net proceeds of approximately S\$6.8 million. The board of directors of the Company wishes to update that as of the date of this results announcement, no placement proceeds have been utilised.

The Company will make periodic announcements on the utilisation of the placement proceeds as and when such placement proceeds are materially disbursed, and whether the use of the placement proceeds is in accordance with the stated use and in accordance with the percentage allocated.

Where the placement proceeds are used for working capital purposes, the Company will provide a breakdown with specific details on how the placement proceeds have been applied in the relevant announcements and status report.

Where there is any material deviation from the stated use of proceeds, the Company will announce the reasons for such deviation.

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

No forecast or prospect statement had been previously disclosed to shareholders for the financial period under review.

**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 global economic environment continues to present challenges as the Group faces business headwinds, especially with the continuing decrease in revenue from the data storage segment. At the same time, geopolitical uncertainty and policy direction of the US and China will have a bearing on Asia's economic growth.

Against this backdrop, the focus of the Group is to increase our revenue from other business segments, especially from the automotive and consumer electronics segments, streamline costs and improve capacity utilisation for the Group's operations. Going forward, the Group hopes to benefit from enhanced operational efficiencies and margin improvements.

The proposed sales of our industrial property will provide our Group with additional funds for business opportunities, reducing borrowings and working capital requirements. The proposed sale is currently waiting for approval from Jurong Town Council ("JTC").

Following the completion of the share placement of 115,000,000 new shares which raised net proceeds of \$6.8 million on 18 May 2018, the Group is in negotiations for an increased stake in Core Power (Fujian) New Energy Automobile Co., Ltd.

**11. Dividend**

**(a) Whether an interim (final) ordinary dividend has been declared (recommended); and**

No

**(b) (i) Amount per share (cents)**

Not applicable

**(b) (ii) Previous corresponding period (cents)**

Not applicable

**(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).**

Not applicable

**(d) Date payable**

Not applicable

**(e) Books closure date**

Not applicable

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

There is no dividend declared in this quarter.

**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.**

Name of interested person	Aggregate Value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate Value of all interested person transactions conducted during the financial year under the shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
<b>Total</b>	<b>Nil</b>	<b>Nil</b>

Note: There were interest person transactions occurring during the period under the shareholders' mandate but the individual transactions were less than \$100,000.

**14. Confirmation by the Board pursuant to Rule 705(5) of the Listing Manual**

We, Sin Kwong Wah, Andrew and Pek Ee Perh, Thomas, being two directors of Miyoshi Limited (the "Company"), do hereby confirm on behalf of the directors of the Company (the "Board") that, to the best of their knowledge, nothing has come to the attention of the Board, which may render the financial statements for the third quarter ended 31 May 2018 to be false or misleading in any material aspect.

On Behalf of the Board,

Sin Kwong Wah, Andrew  
Executive Director and CEO

Pek Ee Perh, Thomas  
Director

**15. Confirmation by the Board 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 7H of the Catalist Rules in accordance with Rule 720(1) of the Catalist Rules, such format as revised by the SGX-ST on 21 January 2016.

**BY ORDER OF THE BOARD**

Sin Kwong Wah, Andrew  
Executive Director and CEO  
6 July 2018

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*This document has been prepared by the Company and its contents have been reviewed by the Company's sponsor, CIMB Bank Berhad, Singapore Branch ("Sponsor"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "SGX-ST"), this being the SGX-ST Listing Manual Section B: Rules of Catalist. The Sponsor has not independently verified the contents of this document.*

*The document has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this document including the correctness of any of the statements or opinions made or reports contained in this document.*

*The contact person for the Sponsor is Mr Ken Lee, Associate Director, Investment Banking. The contact particulars are 50 Raffles Place, #09-01 Singapore Land Tower, Singapore 048623, telephone (65) 6337 5115.*