

Miyoshi Limited

(Incorporated in the Republic of Singapore)

(Company Registration No. 198703979K)

First Quarter Financial Year 2019 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 first quarter ended 30 November 2018

	Note	Group 3 Months		Change %
		Nov-18 \$'000	Nov-17 \$'000	
Revenue	(i)	14,513	13,772	5.4
Other income	(ii)	4,095	7	N.M.
Raw materials, consumables used & changes in inventories		(7,734)	(6,902)	12.1
Employee benefit expenses		(2,910)	(2,738)	6.3
Depreciation and amortisation expenses		(809)	(714)	13.3
Other operating expenses	(iii)	(2,475)	(2,504)	(1.2)
Finance costs		(120)	(117)	2.6
Share of results of associate		(143)	-	N.M.
Profit before income tax		4,417	804	N.M.
Income tax expense		(115)	(121)	(5.0)
Profit for the period		4,302	683	N.M.
Profit attributable to:				
Owners of the parent		4,339	746	N.M.
Non-controlling interests		(37)	(63)	(41.3)
Profit for the period		4,302	683	N.M.
Other comprehensive income				
<i>Items that may be reclassified subsequently to profit or loss</i>				
Exchange differences on translation of foreign operations		(116)	(280)	(58.6)
Total comprehensive income for the period		4,186	403	N.M.
Total comprehensive income attributable to:				
Owners of the parent		4,222	442	N.M.
Non-controlling interests		(36)	(39)	(7.7)
		4,186	403	N.M.

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 3 Months	
	Nov-18	Nov-17
	\$'000	\$'000
Sales of goods	13,710	13,126
Sales of scrap	488	348
Rental income	315	298
	14,513	13,772

1(a)(ii) Other income

	Group 3 Months	
	Nov-18	Nov-17
	\$'000	\$'000
Gain on disposal of asset held for sale	3,888	-
Gain on foreign exchange, net	164	-
Reversal of impairment of plant and equipment	7	-
Interest income	3	3
Gain on disposal of plant and equipment	-	3
Miscellaneous income	33	1
	4,095	7

1(a)(iii) Other operating expenses

	Group 3 Months	
	Nov-18	Nov-17
	\$'000	\$'000
Supplies and services	1,103	1,179
Utilities	466	464
Professional fees	245	169
Transportation and travelling	193	215
Office and sundry expenses	117	105
Allowance for doubtful trade and other receivables	102	-
Repair and maintenance	86	133
Loss on foreign exchange, net	-	86
Others	163	153
	2,475	2,504

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	
	30-Nov-18 \$'000	31-Aug-18 \$'000	30-Nov-18 \$'000	31-Aug-18 \$'000
ASSETS				
Current assets:				
Cash and bank balances	9,336	5,342	4,886	218
Trade and other receivables	17,490	16,596	4,835	5,669
Prepayments	470	175	234	44
Inventories	6,050	5,249	2	12
Assets classified as held for sale	-	3,601	-	3,601
Total current assets	33,346	30,963	9,957	9,544
Non-current assets:				
Subsidiaries	-	-	27,338	27,746
Associate	17,282	17,010	17,434	17,010
Property, plant and equipment	32,143	32,049	2,985	3,037
Investment properties	6,867	6,827	-	-
Intangible assets	15	15	-	-
Deferred tax assets	33	33	-	-
Other receivables	131	117	36	-
Total non-current assets	56,471	56,051	47,793	47,793
Total assets	89,817	87,014	57,750	57,337
LIABILITIES AND EQUITY				
Current liabilities:				
Trade and other payables	10,818	10,093	6,071	5,835
Current income tax payable	272	168	-	-
Finance lease	29	29	29	29
Bank borrowings	4,300	6,121	809	2,593
Total current liabilities	15,419	16,411	6,909	8,457
Non-current liabilities:				
Finance lease	82	89	82	89
Bank borrowings	4,733	3,785	445	533
Other payable	-	103	2,680	2,619
Provisions	503	528	-	-
Deferred tax liabilities	270	265	-	-
Total non-current liabilities	5,588	4,770	3,207	3,241
Total liabilities	21,007	21,181	10,116	11,698
Equity:				
Share capital	49,079	49,079	49,079	49,079
Treasury shares	(203)	(203)	(203)	(203)
Revaluation reserve	666	666	-	-
Fair value reserve	(12)	(12)	-	-
Other reserve	1,085	1,085	-	-
Share awards reserve	8	6	8	6
Currency translation reserve	(10,968)	(10,851)	(11,062)	(11,090)
Retained earnings	27,183	24,055	9,812	7,847
Equity attributable to owners of the parent	66,838	63,825	47,634	45,639
Non-controlling interests	1,972	2,008	-	-
Total equity	68,810	65,833	47,634	45,639
Total liabilities and equity	89,817	87,014	57,750	57,337

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

As at 30 November 2018 \$'000		As at 31 August 2018 \$'000	
Secured	Unsecured	Secured	Unsecured
3,974	355	5,621	529

Amount repayable after one year

As at 30 November 2018 \$'000		As at 31 August 2018 \$'000	
Secured	Unsecured	Secured	Unsecured
4,815	-	3,874	-

Detail of collaterals**Bank borrowings**

The Group's secured borrowings comprise bank borrowings 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 borrowings 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 borrowings to MPM. The current and non-current balances of the secured bank borrowings as at 30 November 2018 were \$3,974,000 and \$4,815,000 (31 August 2018: \$5,621,000 and \$3,874,000). Included in the current balances of the secured bank borrowings as at 31 August 2018 was a bank overdraft of \$1,572,000 (30 November 2018: Nil).

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 30 November 2018 were \$29,000 and \$82,000 (31 August 2018: \$29,000 and \$89,000). The net book value of the motor vehicle under this finance lease as at 30 November 2018 was \$183,000 (31 August 2018: \$195,000).

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	
	3 Months	
	Nov-18	Nov-17
	\$'000	\$'000
Operating activities:		
Profit before income tax	4,417	804
Adjustments for:		
Allowance for doubtful trade and other receivables	102	-
Depreciation and amortisation expenses	809	714
Interest expense	120	117
Interest income	(3)	(3)
Gain on disposal of asset held for sale	(3,888)	-
Gain on disposal of plant and equipment	-	(3)
Reversal of impairment loss on plant and equipment	(7)	-
Share awards expenses	2	-
Share of results of associate	143	-
Unrealised exchange differences	(102)	78
Operating cash flows before changes in working capital	1,593	1,707
Trade and other receivables	(717)	1,614
Prepayments	(295)	(28)
Inventories	(823)	(600)
Trade and other payables	796	(904)
Cash generated from operations	554	1,789
Interest paid	(120)	(117)
Interest received	3	3
Income tax paid	(3)	(70)
Net cash from operating activities	434	1,605
Investing activities:		
Investment in associate	(415)	-
Proceeds from disposal of asset held for sale	5,929	-
Proceeds from disposal of plant and equipment	7	21
Purchase of plant and equipment	(1,000)	(1,153)
Net cash from / (used in) investing activities	4,521	(1,132)
Financing activities:		
Proceeds from bank borrowings	1,371	-
Repayment of bank borrowings	(672)	(838)
Repayment of finance leases	(7)	(5)
Net cash from / (used in) financing activities	692	(843)
Increase / (decrease) in cash and cash equivalents	5,647	(370)
Effect of exchange rate changes on cash and cash equivalents	(78)	55
Cash and cash equivalents at beginning of period	3,625	8,697
Cash and cash equivalents at end of period	9,194	8,382

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
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
GROUP											
Balance at 1 September 2018	49,079	(203)	666	(12)	1,085	6	(10,851)	24,055	63,825	2,008	65,833
Profit / (loss) for the period	-	-	-	-	-	-	-	4,339	4,339	(37)	4,302
Other comprehensive income for the period											
Foreign currency translation	-	-	-	-	-	-	(117)	-	(117)	1	(116)
Total comprehensive income for the period	-	-	-	-	-	-	(117)	4,339	4,222	(36)	4,186
Transactions with owners of the parent recognised directly in equity											
Share-based payments	-	-	-	-	-	2	-	-	2	-	2
Total transactions with owners of the parent recognised directly in equity	-	-	-	-	-	2	-	-	2	-	2
Contributions by and distributions to owners											
Dividends	-	-	-	-	-	-	-	(1,211)	(1,211)	-	(1,211)
Total contributions by and distributions to owners	-	-	-	-	-	-	-	(1,211)	(1,211)	-	(1,211)
Balance at 30 November 2018	49,079	(203)	666	(12)	1,085	8	(10,968)	27,183	66,838	1,972	68,810

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	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
Balance at 1 September 2017	42,259	(200)	666	(12)	964	(11,402)	24,782	57,057	2,354	59,411
Profit / (loss) for the period	-	-	-	-	-	-	746	746	(63)	683
Other comprehensive income for the period										
Foreign currency translation	-	-	-	-	-	(304)	-	(304)	24	(280)
Total comprehensive income for the period	-	-	-	-	-	(304)	746	442	(39)	403
Contribution by and distribution to owners										
Dividends	-	-	-	-	-	-	(1,976)	(1,976)	-	(1,976)
Total contribution by and distribution to owners	-	-	-	-	-	-	(1,976)	(1,976)	-	(1,976)
Balance at 30 November 2017	42,259	(200)	666	(12)	964	(11,706)	23,552	55,523	2,315	57,838

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

COMPANY	Share Capital	Treasury Shares	Share Awards Reserve	Currency Translation Reserve	Retained Earnings	Total Equity
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Balance at 1 September 2018	49,079	(203)	6	(11,090)	7,847	45,639
Profit for the period	-	-	-	-	3,176	3,176
Other comprehensive income for the period						
Foreign currency translation	-	-	-	28	-	28
Total comprehensive income for the period	-	-	-	28	3,176	3,204
Contributions by and distributions to owners						
Dividends	-	-	-	-	(1,211)	(1,211)
Total contributions by and distributions to owners	-	-	-	-	(1,211)	(1,211)
Transactions with owners of the parent recognised directly in equity						
Share-based payments	-	-	2	-	-	2
Total transactions with owners of the parent recognised directly in equity	-	-	2	-	-	2
Balance at 30 November 2018	49,079	(203)	8	(11,062)	9,812	47,634

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

COMPANY	Share Capital \$'000	Treasury Shares \$'000	Currency Translation Reserve \$'000	Retained Earnings \$'000	Total Equity \$'000
Balance at 1 September 2017	42,259	(200)	(11,625)	12,230	42,664
Loss for the period	-	-	-	(571)	(571)
Other comprehensive income for the period					
Foreign currency translation	-	-	(289)	-	(289)
Total comprehensive income for the period	-	-	(289)	(571)	(860)
Contributions by and distribution to owners					
Dividends	-	-	-	(1,976)	(1,976)
Total contribution to owners	-	-	-	(1,976)	(1,976)
Balance at 30 November 2017	42,259	(200)	(11,914)	9,683	39,828

- 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.**

There were no 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 31 August 2018 to 30 November 2018.

On 11 December 2018, 13 December 2018 and 21 December 2018, the Company purchased 1,200,000, 1,300,000 and 1,200,000 shares respectively by way of market acquisition.

There were no outstanding share options or convertibles as at 30 November 2018 and 30 November 2017.

As at 30 November 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 30 November 2017, the Company did not have any subsidiary holdings and held 3,640,000 treasury shares which represented approximately 0.7% of the total issued shares (excluding treasury shares and subsidiary holdings) comprising 494,029,490 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 30 November 2018	As at 31 August 2018
Total number of issued shares	612,669,490	612,669,490
Less: Treasury shares	(3,596,500)	(3,596,500)
Total number of issued shares excluding treasury shares	609,072,990	609,072,990

- 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	3 months ended 30 November 2018
Balance at beginning of financial period	3,596,500
Purchase of treasury shares	Nil
Balance as at end of financial period	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 2018.

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

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

The Group has adopted SFRS(I) on 1 September 2018 and has prepared its first set of financial information under SFRS(I) for the financial year ended 31 August 2019. The Group has consistently applied the same accounting policies in its opening SFRS(I) statement of financial position as at 1 September 2018 and throughout the comparable periods presented, as if these policies had always been in effect. In adopting SFRS(I), the Group is required to apply all the specific transition requirements in SFRS(I) 1 *First-time Adoption of Singapore Financial Reporting Standards (International)* and new SFRS(I), amendments to and interpretation of SFRS(I) that are effective from 1 January 2018. The transition to SFRS(I) did not have any significant impact to the Group.

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.

	3 months ended	
	30-November-18	30-November-17
	Cents	Cents
Based on weighted average number of ordinary shares in issue	0.71	0.15
On a fully diluted basis	0.71	0.15
Weighted average number of ordinary share in issue for basic earnings per share	609,072,990	497,669,490
Weighted average number of ordinary share in issue for diluted earnings per share	609,493,990	497,669,490

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 1Q2019 is 609,072,990 (1Q2018: 497,669,490).

Earnings per ordinary share (diluted basis) 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 and adjusted to include all dilutive ordinary shares up to 30 November 2018. The adjusted weighted average number of ordinary shares for 1Q2019 is 609,493,990 (1Q2018: 497,669,490).

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.**

Net asset value (“NAV”)	Group	Company
NAV per share as at 30 November 2018	10.97 cents	7.82 cents
NAV per share as at 31 August 2018	10.48 cents	7.49 cents

Net asset value per share is calculated based on share capital of 609,072,990 ordinary shares in issue, excluding treasury shares and subsidiary holdings, as at 30 November 2018 and 31 August 2018.

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

1Q2019

Revenue increased by \$0.7 million or 5.4% from \$13.8 million in 1Q2018 to \$14.5 million in 1Q2019. The overall increase was mainly due to an increase in revenue from the automotive and consumer electronics segments. Revenue from data storage segment decreased by 1.7% 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 automotive and consumer electronics business segments.

B. Other Income

1Q2019

Other income increased by \$4.1 million from \$7,000 in 1Q2018 to \$4.1 million in 1Q2019. Other income included training cost subsidies, gain on disposal of property, plant and equipment and gain on foreign exchange. The increase was mainly due to gain on disposal of asset held for sale of \$3.9 million arising from the disposal of our industrial property in Singapore at 5 Second Chin Bee Road and gain on foreign exchange of \$0.2 million.

C. Total Costs and Expenses

1Q2019

Total costs and expenses increased by \$1.0 million from \$13.0 million in 1Q2018 to \$14.0 million in 1Q2019. The increase was mainly due to the increase of raw materials and consumables used of \$0.8 million and employee benefits expenses of \$0.2 million in line with the increase in revenue from our automotive and consumer electronic segments.

Share of loss from associate reflects the share of results of Core Power (Fujian) New Energy Automobile Co., Ltd (“Core Power”). Under the equity method, the investment in Core Power, are carried in balance sheet at cost plus post-acquisition changes in the Group’s share of net assets of Core Power. As at 30 November 2018, the Group’s equity interest was 24.34% based on the paid-up share capital of Core Power (30 November 2017: 15.0% equity interest in Core Power).

D. Profit after Income Tax

1Q2019

Profit after income tax increased by \$3.6 million from \$0.7 million in 1Q2018 to \$4.3 million in 1Q2019. The increase was mainly due to the gain on disposal of our industrial property in Singapore at 5 Second Chin Bee Road of \$3.9 million, increase in revenue of \$0.7 million and gain on foreign exchange of \$0.2 million, offset by the increase in total costs and expenses of \$1.0 million and share of results of associate of \$0.1 million.

E. Assets and Liabilities

Current assets increased by \$2.3 million from \$31.0 million as at 31 August 2018 to \$33.3 million as at 30 November 2018. This was mainly due to the increases in cash and bank balances of \$4.0 million, trade and other receivables of \$0.9 million, inventories of \$0.8 million and prepayments to suppliers of \$0.3 million, offset by the disposal of asset held for sale of \$3.6 million. The sale of the industrial property in Singapore at 5 Second Chin Bee Road was completed on 30 November 2018, its net proceeds has contributed to the increases in cash and bank balances mentioned above.

Current liabilities decreased by \$1.0 million from \$16.4 million as at 31 August 2018 to \$15.4 million as at 30 November 2018. This was mainly due to the repayment of bank borrowings of \$1.8 million, offset by the increase in trade and other payables of \$0.7 million. Part of the net proceeds from the sale of our industrial property in Singapore were used to repay the bank overdraft. The decrease in current liabilities was partially offset by an increase in current income tax payable of \$0.1 million.

Non-current assets decreased by \$0.4 million from \$56.1 million as at 31 August 2018 to \$56.5 million as at 30 November 2018, mainly due to an addition of loans deemed as investment in associate of \$0.4 million and an increase in property, plant and equipment (“PPE”) of \$0.1 million, offset by the share of results of associate of \$0.1 million.

Non-current liabilities increased by \$0.8 million from \$4.8 million as at 31 August 2018 to \$5.6 million as at 30 November 2018, due to an increase in bank borrowings of \$0.9 million. The proceeds from the bank borrowings were used for the construction of industrial buildings in the Philippines.

F. Equity

Equity attributable to owners of the parent increased by \$3.0 million from \$63.8 million as at 31 August 2018 to \$66.8 million as at 30 November 2018. The increase was mainly due to an increase in profit attributable to owners of the parent of \$4.3 million, offset by loss in foreign currency translation of \$0.1 million due to weaker RMB against SGD, and a dividend payable of \$1.2 million.

G. Cash Flows

Cash and cash equivalents increased by \$5.6 million from \$3.6 million as at 31 August 2018 to \$9.2 million as at 30 November 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 1Q2019 amounted to \$0.4 million. The cash from operations of \$1.6 million before changes in working capital were decreased by higher inventories of \$0.8 million, trade and other receivables of \$0.7 million, prepayments of \$0.3 million and interest paid of \$0.1 million, offset by higher trade and other payables of \$0.8 million.

Net cash from investing activities for 1Q2019 amounted to \$4.5 million. This was mainly due to additional loans to Core Power of \$0.4 million, the construction of two industrial buildings (Philippines) and the purchase of plant and equipment (Philippines and Wuxi) of \$1.0 million, offset by proceeds from disposal of property, plant and equipment of \$5.9 million.

Net cash from financing activities for 1Q2019 amounted to \$0.7 million mainly due to proceeds from bank borrowings by the Philippines subsidiary of \$1.4 million, offset by the repayment of bank loans and finance lease of \$0.7 million and \$7,000 respectively.

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 its 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.

On 31 July 2018, the Company entered into an agreement ("Agreement") with Core Power (Fujian) Electric Co., Ltd (中科动力(福建)电气科技有限公司) ("Core Power Fujian"), Fujian Kaibote Technology Co., Ltd (福州凯博特能源科技有限公司) ("Kaibote Fujian") to increase the Company's investment from 15% interest to 32% interest by way of new capital injection into Core Power (Fujian) New Energy Automobile Co., Ltd (the "Investment").

On 28 December 2018, the shareholders of Company ("**Shareholders**") approved the following resolutions of the Company at its Extraordinary General Meeting held on 28 December 2018:

- (i) diversification of the current core business to include the new business; and
- (ii) adoption of new constitution.

The Company will make further announcements to update Shareholders in respect of the Investment and future business developments, as and when appropriate.

11. Dividend

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

No

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

Not applicable

(c) (ii) Previous corresponding period (cents)

Not applicable

(d) 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

(e) Date payable

Not applicable

(f) 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)
Total	Nil	Nil

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 first quarter ended 30 November 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.

On Behalf of the Board,
Sin Kwong Wah, Andrew
Executive Director and CEO
11 January 2019

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.