



Incorporated in the Cayman Islands on 14 July 2005
2005 年 7 月 14 日注册于开曼群岛

**Quarterly Financial Statement for the Period Ended
31 March 2019 (“1QFY 2019”)
2019 年 1 季度财务报表公告**

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

第一部 - 公告季度 (1, 2 和 3)、半年和全年所需信息

- 1(a) 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.
(集团)的利润表连同上一财年 1 季度的对比报表

**UNAUDITED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 31 MARCH 2019
2019 年 1 季度未审计年度合并利润表**

	Group 集团		
	3 months ended 截止3个月		+/(-)
	1 Jan-31 Mar 2019 RMB'000	1 Jan-31 Mar 2018 RMB'000	
Revenue 销售	2,467	5,333	-54%
Cost of sales 销售成本	(2,600)	(6,771)	-62%
Gross profit/(loss) 毛利/(毛亏)	(133)	(1,438)	91%
Other operating income 其他运营收入	429	7,588	-94%
Selling and distribution expenses 营销费用	(854)	(1,097)	-22%
Administrative expenses 行政费用	(10,048)	(6,198)	62%
Finance cost 财务费用	(266)	(67)	297%
Profit/(loss) before income tax 税前利润/(亏损)	(10,872)	(1,212)	-797%
Income tax 所得税	-	(268)	100%
Net profit/(loss) after tax 税后利润/(亏损)	(10,872)	(1,480)	-635%
Other comprehensive income/(expenses): 其它综合收入/(损失)			
Currency translation gain/(losses) 汇兑获得/(损失)	275	(105)	-362%
Total comprehensive income attributable to equity shareholders of the Company 总综合收益, 可归本公司收益持有人的利润	(10,597)	(1,585)	-569%



Note: Profit before income tax is determined after charging/ (crediting) the following:

备注：税前利润是扣除/(增加)以下项目后所得：

	Group 集团		
	3 months ended 3个月		+ / (-)
	1 Jan-31 Mar 2019 RMB'000	1 Jan-31 Mar 2018 RMB'000	
Depreciation expense 折旧费用	3,823	4,322	-12%
Amortisation of land use right 土地使用权摊销	63	63	0%
Amortisation of intangible assets 待摊费用无形资产	66	-	0%
Interest Income 利息收入	(5)	(33)	-85%
Interest Expense 利息费用	266	67	297%
Foreign exchange loss/(gain) 汇兑损失/(收益)	(428)	318	-235%
(Profit) / Loss on disposal of property, plant and equipment 产业厂房机器设备处置(利益)/损益	50	(11)	-555%



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 period.

(本公司及集团)的资产负债表连同一财年1季度的对比表报

	Group 集团		Company 公司	
	31 Mar 2019 RMB'000	31 Mar 2018 RMB'000	31 Mar 2019 RMB'000	31 Mar 2018 RMB'000
EQUITY 股权				
Capital and reserves attributable to Equity holders of the Company 资本及储备归属于公司股权持有人				
Share capital 股本	55,409	55,409	55,409	55,409
Share premium 股票溢价	78,470	78,470	78,470	78,470
	133,879	133,879	133,879	133,879
Other Reserves 其他储备				
Statutory reserve 法定储备	30,526	30,526	-	-
Foreign exchange reserve 外汇储备	(3,147)	(3,422)	-	-
	27,379	27,104	-	-
Retained earnings/(deficit) 留存收益/(亏损)	(22,476)	(205)	(3,773)	(2,103)
TOTAL EQUITY 总股本	138,782	160,778	130,106	131,776
ASSETS 资产				
Non-current assets 非流动资产				
Property, plant and equipment 产业, 厂房和机器设备	84,528	99,335	-	-
Subsidiaries 子公司	-	-	156,236	156,236
Land use right 土地使用权	9,960	9,105	-	-
	94,488	108,440	156,236	156,236
Current assets 流动资产				
Inventories 存货	9,116	12,264	-	-
Trade receivables 应收账款	59,288	51,806	-	-
Other receivables, deposits and prepayments	2,529	3,274	-	42
Land use right 土地使用权	251	251	-	-
Cash and cash equivalents 现金	14,859	14,345	161	802
	86,043	81,940	161	844
TOTAL ASSETS 总资产	180,531	190,380	156,397	157,080
LIABILITIES 负债				
Current liabilities 流动负债				
Trade payables 应付账款	13,235	22,414	-	-
Other payables and accruals 其他应付款和计提	6,360	3,173	1,507	826
Provision	4,373	-	-	-
Bank loan 银行贷款	16,000	-	-	-
Due to subsidiaries (non-trade) 应付子公司 (非贸易)	-	-	24,784	24,478
Income tax payable 应付所得税	-	602	-	-
	39,968	26,189	26,291	25,304
Non-current liabilities 长期负债				
Deferred tax liability 递延税款	-	1,410	-	-
Deferred capital grants 递延资本补助金	1,781	2,003	-	-
	1,781	3,413	-	-
TOTAL LIABILITIES 总负债	41,749	29,602	26,291	25,304
NET ASSETS 净资产	138,782	160,778	130,106	131,776



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

集团贷款及抵押债务总额

Amount repayable in 1 year or less, or on demand

一年内需还的金额

Group 集团		Group 集团	
As at 31 March 2019		As at 31 December 2018	
Secured RMB'000 担保	Unsecured RMB'000 未担保	Secured RMB'000 担保	Unsecured RMB'000 未担保
16,000	NIL	NIL	NIL

Amount repayable after 1 year

一年外需还的金额

Group 集团		Group 集团	
As at 31 March 2019		As at 31 December 2018	
Secured RMB'000 担保	Unsecured RMB'000 未担保	Secured RMB'000 担保	Unsecured RMB'000 未担保
NIL	NIL	NIL	NIL

Note:

In 2Q FY2018, the Group had obtained 2 trade facilities amounted to RMB16 million from Jiangnan Rural Commercial Bank. The 1st trade facility arrangement was made for RMB6 million on 21 June 2018 with an annualized interest rate of 6.6% and the 2nd trade facility arrangement was made for RMB10 million in 5 July 2018 with an annualized interest rate of 6.6%. The facilities are collateralized by assets (machineries) of the Group.



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.
(集团) 的现金流量表连同上一财年同期的对比表报

UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 31 March 2019
2019年3月31日1季度未审计的合并现金流量报表

	Group 集团		
	3 months ended 截至3个月		+/(-)
	31 Mar 2019 RMB'000	31 Mar 2018 RMB'000	%
OPERATING ACTIVITIES 营运活动			
Loss before income tax 税前亏损	(10,872)	(1,212)	-797%
Adjustments for: 调整			
Depreciation expense 折旧	3,823	4,322	-12%
Amortisation of intangible assets 待摊费用无形资产	66	-	0%
Amortisation of land use right 待摊费用土地使用权	63	63	0%
Interest Income 利息收入	(5)	(33)	-85%
Interest Expense 利息支出	266	67	297%
Gain / (loss) on disposal of property, plant & equipment 盈利/(亏损) 处置产业厂房, 机器设备	50	(11)	-555%
Exchange losses 汇兑亏损	(428)	318	-235%
Operating losses before working capital changes 计算流动资金变更前后的运营亏损	(7,037)	3,514	-300%
Inventories 存货	(7,133)	(4,111)	74%
Trade & other Receivables 应收	21,995	(5,405)	-507%
Trade & other Payables 应付	(7,079)	(7,391)	-4%
Cash generated from/(used in) operations 营运所得/(所使用)净现金	746	(13,393)	-106%
Interest received 利息收入	5	33	-85%
Income tax 所得税	-	-635	-100%
Net Cash generated from/(used in) operating activities 营运所得/(所使用)净现金	751	(13,995)	105%
INVESTING ACTIVITIES 投资活动			
Purchase of property, plant and equipment 购买产业厂房, 机器设备	(370)	(120)	208%
Proceeds from disposal of property, plant and equipment 产业厂房, 机器设备的处置收益	8	20	0%
Net cash generated from/(used in) investing activities 投资活动所得/(所使用)净现金	(362)	(100)	262%
FINANCING ACTIVITIES 融资活动			
Net (Placement)/Withdrawal of Pledged deposits 净(安置)/撤回抵押存款	-	1,937	-100%
Interest Expense 利息支出	(266)	(67)	297%
Net cash generated from/(used in) financing activities 融资活动所得/(所使用)的现金净额	(266)	1,870	-114%
Net increase/(decrease) in cash and cash equivalents 现金及现金等价物净增加/(减少)	123	(12,225)	-101%
Cash and cash equivalents at beginning of the year 期初的现金及现金等价物	11,552	24,563	-53%
Effects of exchange rate changes in cash and cash equivalents 汇率变动对现金及现金等价物的影响	60	(105)	-157%
Cash and cash equivalents at end of the year 期末的现金及现金等价物	11,735	12,233	-4%
Effects of exchange rate changes in cash and cash equivalent 汇率变动对现金及现金等价物的影响			



Cash and bank balances comprise the following: 现金和银行余额包括以下:

	Group 集团		
	3 months ended 截至3个月		+ / (-)
	31 Mar 2019 RMB'000	31 Mar 2018 RMB'000	%
Cash and cash equivalent 现金及现金等价物	11,735	12,223	-4%
Pledged cash placed with bank 银行保证金	3,124	2,112	48%
	14,859	14,335	4%



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.

显示(公司及集团)(i)股东权益的所有变动的报表或(ii)资本化发行及分配产生的股东权益变更除外的股东权益变更的报表, 连同上一财年1季度同期的对比报表

Group 集团						
Group 集团	Share Capital 股本 RMB'000	Share Premium 股票溢价 RMB'000	Statutory Reserve 法定储备 RMB'000	Translation Reserve 外汇储备 RMB'000	Retained Earnings 留存收益 RMB'000	Total 合计 RMB'000
Balance as at 1 Jan 2018 2018年期初	55,409	78,470	30,526	(3,414)	1,380	162,371
Total comprehensive income/ (expenses) for the period 总综合收入/(费用) 本期	-	-	-	(8)	(1,585)	(1,593)
Statutory reserves 法定储备 Dividend 股息	-	-	-	-	-	-
Balance as at 31 Mar 2018 2018年3月末	55,409	78,470	30,526	(3,422)	(205)	160,778
Group 集团						
Group 集团	Share Capital 股本 RMB'000	Share Premium 股票溢价 RMB'000	Statutory Reserve 法定储备 RMB'000	Translation Reserve 外汇储备 RMB'000	Retained Earnings 留存收益 RMB'000	Total 合计 RMB'000
Balance as at 1 Jan 2019 2019年期初	55,409	78,470	30,526	(3,414)	(205)	160,786
Total comprehensive income/ (expenses) for the period 总综合收入/(费用) 本期	-	-	-	267	(22,271)	(22,004)
Statutory reserves 法定储备 Dividend 股息	-	-	-	-	-	-
Balance as at 31 Mar 2019 2019年3月末	55,409	78,470	30,526	(3,147)	(22,476)	138,782
Company 公司						
Company 公司	Share Capital 股本 RMB'000	Share Premium 股票溢价 RMB'000	Statutory Reserve 法定储备 RMB'000	Translation Reserve 外汇储备 RMB'000	Retained Earnings 留存收益 RMB'000	Total 合计 RMB'000
Balance as at 1 Jan 2018 2018年期初	55,409	78,470	-	-	(453)	133,426
Total comprehensive income/ (expenses) for the period 总综合收入/(费用) 本期	-	-	-	-	(1,650)	(1,650)
Statutory reserves 法定储备 Dividend 股息	-	-	-	-	-	-
Balance as at 31 Mar 2018 2018年3月末	55,409	78,470	-	-	(2,103)	131,776
Company 公司						
Company 公司	Share Capital 股本 RMB'000	Share Premium 股票溢价 RMB'000	Statutory Reserve 法定储备 RMB'000	Translation Reserve 外汇储备 RMB'000	Retained Earnings 留存收益 RMB'000	Total 合计 RMB'000
Balance as at 1 Jan 2019 2019年期初	55,409	78,470	-	-	(2,103)	131,776
Total comprehensive income/ (expenses) for the period 总综合收入/(费用) 本期	-	-	-	-	(1,670)	(1,670)
Statutory reserves 法定储备 Dividend 股息	-	-	-	-	-	-
Balance as at 31 Mar 2019 2019年3月末	55,409	78,470	-	-	(3,773)	130,106



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.

自上一财政期，本公司因附加股,红股，股份购回，行使认股选择权或认股权,其他权益发行兑换，发行股票以取得现金或收购对价或为任何其他目的而发行股票而发生的任何变更的详情。注明截止至本财年期末及截止上一财年同期可能因所有有效可换股证券行使时会发行的股票数目，及库存股票股数（如有）占上市公司已发行股票的总数（扣除库存股票）。注明截止至本财年期末及截止上一财年同期可能因所有有效可换股证券行使时会发行的股票数目，及库存股票股数（如有）占上市公司已发行股票的总数（扣除库存股票）。注明截止至本财年期末及截止上一财年同期持有的库存股票和子公司持股数量（如有），以及持有的库存股份和子公司持有量占上市类别总数的百分比。

	Number of shares 股份	Issued share capital USD 发行股本(美元)	Issued share capital RMB 发行股本(人民币)
Issued and paid Share Capital as at 31 Mar 2019 and 31 Mar 2018 发布和支付股本于2019年3月31日及2018年3月31日	27,468,473	6,867,119	55,409,257

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.

显示上一财年和本财年的已发股份，不含库存股票

	Number of shares 股份	
	31 Mar 2019	31 Mar 2018
Issued and paid Share Capital 发布和支付股本	27,468,473	27,468,473

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.

显示上一财年 1 季度和本财年 1 季度的股票出售、转让、处置、作废或使用库存股票的报告申明

Not applicable 不适用



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

显示上一财年1季度和本财年1季度的股票出售、转让、作废或使用子公司持股的报告申明

Not applicable 不适用

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

有关数据是否已根据审计准则或惯例被审计或审阅

The figures have not been audited or reviewed by the auditors.

数据未被审计师审计或复查

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

如数据已被审计或审阅，需附上审计报告（包括对任何特殊事项的澄清或强调）

Not applicable. 不适用

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

公司是否应用上一期经审计的财务报表里相同的会计政策和计算方法

There are certain new International Financial Reporting Standards ("IFRSs") that are published and mandatory for accounting periods beginning on or after 1 January 2019. Where applicable, the adoption of these IFRSs does not have any material impact on the financial statements for the 12 months ending 31 December 2019. Apart from this, the same accounting policies and methods of computation have been consistently applied.

有一些新的国际财务报告准则（“国际财务报告准则”），将强制性的从2019年1月1日起使用。这些准则的采用不会对截至2019年12月31日的财务报表造成任何重大影响。除了这一点，同样的会计政策和计算方法一直被应用。

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.

如会计政策和计算方法有任何改变，包括会计准则所规定的任何变更，需列出有关的变更，变更原因和变更的影响

Not applicable.

不适用



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.

扣除优先股股息准备后，集团在本财年 1 季度期间及上一财年 1 季度期间每股普通股的盈利

Earnings per ordinary share for the period based on total comprehensive income/(losses) attributable to shareholders 股东每普通股的净利润	Group 集团	
	3 months ended 截至3个月	
	31 Mar 2019	31 Mar 2018
Basic losses per share (RMB) 基每股亏损 (RMB)	0.39	0.05
On a fully diluted basis (RMB) 在完全稀释的基础上 (RMB)	0.39	0.05
Weighted average number of ordinary shares in issue for basic earnings per share 股票的加权平均数	27,468,473	27,468,473

Earnings per share is derived using Net profit after tax divided by weighted average number of ordinary shares in issue at end of the year.

股东每普通股的净利润是用年末的税后利润除以股票的加权平均数。

There were no potentially dilutive ordinary shares in existence during the current period reported on and the corresponding period of the immediately preceding financial year. Accordingly, there is no difference in basic and diluted earnings per share.

没有潜在摊薄普通股在本财年 1 季度期间或上一财年 1 季度期间。因此，基本和基于摊薄基准后的每股收益没有差异。

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:-

基于期末已发行股本(扣除库存股票)计算的公司每股普通股资产净值:-

(a) current financial period reported on; and

于本财年 1 季度期末

(b) immediately preceding financial year.

上一财年 1 季度期末

	Group 集团		Company 公司	
	31 Mar 2019	31 Mar 2018	31 Mar 2019	31 Mar 2018
Net asset value per ordinary share based on the issued capital at the end of the financial year (RMB) 财年末的每普通股净资产价值 (人民币)	5.05	5.85	4.74	4.80
Number of shares in calculating net asset value 计算净资产价值的股份数	27,468,473	27,468,473	27,468,473	27,468,473



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:-

回顾集团表现能对集团业务得到合理了解。此必须包括以下分析:-

(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;

任何在本财年影响集团的营业额、成本和盈利的重要因素，包括（如适用）季节性或周期性因素；

(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 the Group's Performance

影响本集团在本财年报告期间的现金流量、营运资金、资产或负债的任何重大因素。

Statement of Comprehensive Income for the period ended 31 March 2019

截止 2019 年 3 月 31 日的利润表

Revenue 销售

Revenue decreased by 54% from RMB5.33 million in 1Q FY 2018 to RMB2.46 million in 1Q FY 2019. In order to ensure that the production capacity continues to be utilized, the management had reduced prices to counter the competition in the environment and to secure the orders for 1Q FY 2019. As mentioned in our last year's announcement, the Group continues to face depletion of our order books. The Group was unable to tender for new orders for a major customer due to the disqualification of the Group as an approved vendor from 26 July 2018. The disqualification was mainly due to the customer's dual concerns of the on-going legal suits and quality control issues arising in 2Q FY 2018. The Group had since been in the process of applying for re-qualifications as an approved vendor. The customer has restored the Group as an approved vendor in January 2019. The Group had immediately bidden in the latest round of tender. During the 1Q FY 2019, the Group had successfully won tenders from such customer amounting to RMB5.10 million.

Cost of Sales 销售成本

Cost of sales decreased by 62% from RMB6.77 million in 1Q FY 2018 to RMB2.6 million in 1Q FY 2019, albeit, in contrast with the reduced sales versus 1Q FY 2018. Cost of sales exceeded revenue due to higher production costs arising from the higher volume being produced, albeit with lower price due to intense competition.



Gross loss 毛亏

The Group's gross loss decreased by 91% amounting to RMB0.13 million in 1Q FY 2019 as compared to a loss of RMB1.44 million in 1Q FY 2018. The gross loss is due to a combination of factors such as extremely competitive prices caused by open bidding system from our major customer which awards contracts solely based on lowest pricing. The cost structure of the Group had also been consistently rigid due to competitive market conditions for both materials and skilled labour.

Other operating income 其他运营收入

Other operating income decreased by 94% from RMB7.59 million in 1Q FY 2018 to RMB0.43 million in 1Q FY 2019. This was primarily due to the reversal of provisions of RMB0.32 million pertaining to trade receivables received in 1Q FY 2019. The provisions were made in 2018 and were written back as the Company had received payments on these trade receivables in 1Q FY 2019. In 1Q FY 2018, the other operating income comprised of reversal of provision for trade receivables RMB1 million and reversal of provision for inventory RMB6.52 million which was sold in 1Q FY 2018.

Selling and distribution expenses 营销费用

Selling and distribution expenses decreased by 22% from RMB1.1 million in 1Q FY 2018 to RMB0.85 million in 1Q FY 2019 due to control over entertainment expenses imposed on the sales team members.

Administrative expenses 行政费用

Administrative expenses increased by 62% from RMB6.2 million in 1Q FY 2018 as compared to total incurred by the Group of RMB10.05 million in 1Q FY 2019. The increase was mainly due to the cost incurred by the Group in engaging a professional firm at RMB3.25 million to perform collection from a debtor who debt was outstanding for more than 2 years. In addition, the increase was also due to the reclassification of unabsorbed depreciation from the production cost amounting to RMB1.91 million.

Due to the depreciation of RMB against USD, the Company's USD cash balances upon revaluation, yields an exchange gain of RMB207K in 1Q FY 2019 as compared to the exchange loss of RMB105K in 1Q FY 2018.

Statement of Financial Position as at 31 March 2019

截止 2019 年 3 月 31 日的资产负债表

Property, plant and equipment 产业厂房和机器设备

Property, plant and equipment (PPE) as at 1Q FY 2019 was RMB84.53 million as compared to RMB99.34 million as at 1Q FY 2018. The decrease was mainly due to depreciation in 1Q FY 2019 amounting to RMB3.82 million, disposal of fixed assets with NBV of RMB0.06 million which accounted for the loss on disposal of RMB0.05 million, offset by the acquisition of new plant and machinery amounting to RMB0.14 million and a company car amounting to RMB0.23 million.



Inventories 存货

As at 1Q FY 2019, inventories stood at RMB9.12 million mainly due to the receiving of work-in-progress goods from suppliers to fulfill the sales order.

Trade receivables 应收账款

Trade receivables increased from RMB51.81 million in 1Q FY 2018 to RMB59.29 million in 1Q FY 2019 mainly due to the reversal of impairment of trade receivables in FY 2017 amounting to RMB30 million which the management believes that the amount can be recovered in 1Q FY 2019. The Group has received cash amounting to RMB7.2 million from such customer on 8 May 2019. The bills receivables in the trade receivables decreased from RMB18.26 million in 1Q FY 2018 to RMB2.79 million in 1Q FY 2019 due to decrease in amount of bill receivables received from the customers due to lower sales in 1Q FY 2019.

In the 4Q FY 2018, the Group had commenced legal action against a major customer who has a long outstanding accounts receivable, the amount overdue is RMB45.97 million. On 26 April 2019, the Group has reached an out-of-court settlement with the customer who agreed to the final payment amounting to RMB30.5 million. Resulting from the agreement, a discounted amount of RMB15.47 million has been given to such customer.

Other receivables, deposits and prepayments 其他应收, 定金和预付款

Other receivables, deposits and prepayments amounting to RMB 2.53 million in 1Q FY 2019, a decrease from RMB3.27 million in 1Q FY 2018, mainly due to a reduction in net VAT of RMB0.51 million and prepayment of RMB0.41 million.

Trade payables 应付账款

The trade payables decreased from RMB22.41 million in 1Q FY 2018 to RMB13.24 million in 1Q FY 2019 due to payments made to various suppliers.

Other payables and accruals & provision 其他应付和计提

Other payables and accruals totaling RMB6.36 million in 1Q FY 2019, represents an increase from RMB3.17 million in 1Q FY 2018 mainly due to the accruals of professional fee for rectifying the property title deed amounting to RMB4.37 million. The provision of RMB4.37 million has been provided based on the best estimation on future penalty that may be incurred in obtaining the property title deed

Bank loans 银行贷款

The bank loans as at 1Q FY 2019 refers to loans from Jiangnan Rural Commercial Bank totaling RMB16 million for trade facilities purposes.



Statement of Cash Flows for the period ended 31 March 2019

截止2019年3月31日的资金流量表

The Group's net cash inflow from operating activities amounted to RMB0.6 million arising from loss before income tax adjusted for non-cash effects items of, RMB7.14 million offset by cash generated from working capital RMB7.78 million.

The Group's net cash used in investing activities amounting to RMB0.36 million was mainly applied on acquisition of new plant and machinery for RMB0.14 million and a company car for RMB0.23 million.

The Group's net cash outflow from financing activities amounted to RMB0.27 million arising from the payment of bank interest for the bank loans of RMB16 million.

In 1Q 2019, the Group had a net cash inflow of RMB0.12 million.

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

如以前曾向股东披露预测或前景申明，列出它与实际业绩的差别

Not applicable. 不适用

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.

截止公告日，集团所处行业的显著趋势和竞争情况以及可能影响集团在下个报告和未来 12 个月的任何已知因素或事项的有关评论

The business environment continues to be challenging and highly competitive in the landscape that the Group is operating in. The uncertainty resulting from the "trade war" between United States and Peoples' Republic of China ("China") had also casted dark clouds ahead for the general economy in China.

In January 2019, CZ3D obtained re-certification status from a key customer and was invited to participate in new tenders.

The Group had explored various options to increase its cash holdings, increased efforts on collections, and reassessment of its operating assets. The efforts to enhance its cash position will also continue in the coming year.

The Group has held its AGM on 30 April 2019 and the existing 4 independent directors have not been re-elected by the shareholders. The Group has immediately published the AGM's result and announced the appointment of new 5 directors.



The new board of directors are as follows :

Mr. Huang Wooi Teik – Non-Executive Chairman, Lead Independent Director & NC Chairman*

Mr. Loh Kai Keong – Independent Director & AC Chairman*

Mr. Koh Wee Kiang – Independent Director & RC Chairman*

Mr. Lee Kiang Piaw – Independent Director*

Dr. Wong Kee Hau – Non-Executive & Non-Independent Director *

Dr. Daniel Liu Danjun – Non-Executive & Non-Independent Director

*Appointed on 30 April 2019

On 10 May 2019, the Chief Executive Officer (CEO) of Changzhou 3D Technological Complete Set Equipment Co., Ltd, Zhang Rong has resigned with immediate effect on his own accord. Mr Long Wei has appointed as the General Manager of Changzhou 3D Technological Complete Set Equipment Co., Ltd with effect from 10 May 2019.

Despite the on-going changes of the members of Board Directors and the management team of the Group, we believe that the Group will focus on taking rational steps and prudent measures with the aim of achieving turnaround in the future.

11. Dividend

股息

(a) Current Financial Period Reported On 当期

None 无

The Group is loss making and there is without any dividend to be declared and paid in 2018.

(b) Corresponding Period of the Immediately Preceding Financial Year 上财年同期

None 无

(c) Date payable 付款期

Not applicable 不适用

(d) Book closure date 股息权截止日

Not applicable 不适用

12. If no dividend has been declared/(recommended), a statement to that effect and the reason(s) for the decision.

如果没有宣布/推荐股息，请此刻声明。

No dividend has been declared or recommended in 1Q2019. 没有宣布建议派发股息。
It is due to the Group is loss making and without any dividend to be declared and / or recommended in 1Q2019



- 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.**

如果集团已获得股东的授权，而授权交易的金额是按照规则920(1)(a)(ii).如有此授权，请作此声明

No IPT mandate has been obtained. 没有获得此授权

- 14. Confirmation of Interim Financial Statements for the period ended 31 March 2019 (“1QFY2019”)
确认2019年1季度财年报表**

Pursuant to SGX-ST Listing Rule 705(5), the directors of Shanghai Turbo Enterprises Limited do hereby confirm that to the best of their knowledge, nothing has come to the attention of the board of directors which may render the 1QFY2019 financial results to be materially false or misleading. This confirmation has been made without an audit of these financial statements.

根据新交所上市规则第 705（5），上海动力发展有限公司董事特此确认，据他们所知，没有发现 2019 年 1 季度的财务报告含有重大的虚假或误导性。这些财务报表还没有经过审计。

- 15. Confirmation Pursuant to Rule 720(1) of the Listing Manual**

根据规则第720（1）的上市手册确认

Shanghai Turbo Enterprises Ltd confirms that undertakings under Rule 720(1) have been obtained from all its directors and executive officers in the format set out in Appendix 7.7
上海动力发展有限公司确认所有的董事和执行人员已遵守了上市规则第 720（1）。

“In the event of any conflict between the English and Chinese versions of this announcement, the English version shall prevail.”

“若中英文版本出现不一致时，以英文版本为准。”

BY ORDER OF THE BOARD 董事局命令

Loh Kai Keong

Independent Director (AC Chairman) 独立董事(审计委员会主席)

15 May 2019

2019年5月15日