



GRAND VENTURE TECHNOLOGY LIMITED

2 Changi North Street 1 Singapore 498828
 Tel: +65 6542 3000 Fax: +65 6542 5333
 Co. Reg. No.: 201222831E

HALF YEAR FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE SIX MONTHS ENDED 30 JUNE 2019

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

	Group		Increase/ (Decrease)
	Unaudited 30.6.2019 S\$'000	Unaudited 30.6.2018 S\$'000	
Revenue	18,075	21,848	-17%
Cost of sales	<u>(11,216)</u>	<u>(14,826)</u>	-24%
Gross profit	<u>6,859</u>	<u>7,022</u>	-2%
Other income	338	881	-62%
Selling and distribution expenses	(130)	(288)	-55%
General and administrative expenses ⁽ⁱ⁾	(3,923)	(2,529)	55%
Other operating expenses ⁽ⁱⁱ⁾	(779)	(673)	16%
Finance costs	<u>(477)</u>	<u>(456)</u>	5%
Profit before tax	1,888	3,957	-52%
Income tax expense	<u>(367)</u>	<u>(1,081)</u>	-66%
Profit after tax	<u>1,521</u>	<u>2,875</u>	-47%
Other comprehensive income: <i>Items that may be reclassified subsequently to profit or loss</i>			
Exchange difference on translation of foreign operations	(155)	242	n.m.
Total comprehensive income for the financial year attributable to owners of the Company	<u>1,366</u>	<u>3,118</u>	-56%

Note: n.m. denotes not meaningful

The profit before tax as at 30 June 2019 would have been S\$2.9 million if adjusted for the following items:

1. Non-recurring expenses of S\$805k incurred in relation to enhancing new capabilities of the Company
 - (i) Salaries related to engineers and support staff: S\$699k
 - (ii) Tools purchased for new machines: S\$106k
2. Listing compliance expenses of S\$187k, mainly comprising of director fees, sponsorship fee and SGX listing expenses



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Note:

1(a)(ii) Notes to the Statements of Comprehensive Income

Profit before tax has been arrived at after charging the following:

	Group	
	30.6.2019	30.6.2018
	S\$'000	S\$'000
Employee benefits expenses	6,511	4,752
Depreciation expenses	2,069	1,729
Amortisation expenses	16	12
Interest expense	477	456
Operating lease expenses	157	221

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	
	30.6.2019 S\$'000	31.12.2018 S\$'000	30.6.2019 S\$'000	31.12.2018 S\$'000
Non-current assets				
Property, plant and equipment	19,372	24,069	10,510	10,735
Investment in subsidiaries	–	–	11,390	10,390
Intangible assets	2,064	2,079	–	–
Prepayments	306	312	306	293
Right-of-use assets	8,325	–	4,147	–
Loan to subsidiaries	–	–	720	720
Deferred tax assets	1,287	1,185	667	667
	31,354	27,645	27,740	22,805
Current assets				
Cash and bank balances	6,537	2,472	4,151	629
Trade and other receivables	10,669	9,573	5,642	4,296
Prepayments	360	1,084	–	713
Inventories	13,136	10,574	4,269	2,784
Loan to subsidiaries	–	–	4,900	4,100
	30,702	23,703	18,962	12,522
Total assets	62,056	51,348	46,702	35,327
Current liabilities				
Trade and other payables	8,549	10,782	5,749	6,461
Loans and borrowings	5,370	7,780	4,194	6,466
Lease liabilities	2,496	2,491	545	559
Deferred income	4	4	4	4
Provision for income tax	354	130	118	–
	16,773	21,187	10,610	13,490
Net current assets/(liabilities)	13,929	2,516	8,352	(968)
Non-current liabilities				
Shareholder loan	5,000	5,600	5,000	5,600
Deferred income	4	4	4	4
Lease liabilities	5,660	3,305	3,235	828
Loans and borrowings	4,711	5,201	3,806	4,127
	15,375	14,110	12,045	10,560
Total liabilities	32,148	35,297	22,655	24,050
Net assets	29,908	16,051	24,047	11,277
Equity attributable to owners of the Company				
Share capital	27,843	15,351	27,843	15,351
Currency translation reserve	(1,028)	(872)	–	–
Retained earnings/(accumulated losses)	3,093	1,572	(3,796)	(4,074)
Total equity	29,908	16,051	24,047	11,277



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

	Group			
	As at 30.6.2019		As at 31.12.2018	
	Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
Amount repayable in one year or less or on demand	7,866	–	10,271	–
Amount payable after one year	10,371	5,000	8,507	5,600
	<u>18,237</u>	<u>5,000</u>	<u>18,778</u>	<u>5,600</u>

Details on any collaterals

The Group has provided different security for its various secured loan and credit facilities including:

- (i) Joint and several personal guarantees by members of the management team namely, Mr Ricky Lee Tiam Nam, Mr Kong Sang Wah, Mr Saw Yip Hooi, and one of the shareholders.
- (ii) Open all monies first party first legal charge over certain Group's properties in Penang.
- (iii) First legal mortgage over the property in Singapore.
- (iv) Corporate guarantee by the Company.
- (v) Charge over certain Group's equipment and vehicles.



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

	Group (six months)	
	30.6.2019 S\$'000	30.6.2018 S\$'000
Operating activities		
Profit before tax	1,888	3,957
Adjustments for:		
Depreciation expense	2,069	1,729
Amortisation expense	16	12
Gain on disposal of property, plant & equipment	(7)	–
Interest income	(2)	(1)
Interest expense	477	456
Provision for stock obsolescence	–	36
Provision for unutilized leave	–	88
Unrealized foreign exchange gain	(68)	(485)
Operating profit before changes in working capital	4,373	5,792
Increase in trade and other receivables	(1,199)	(4,477)
Increase in inventories	(2,563)	(1,603)
Decrease/(increase) in prepayments	731	(21)
(Decrease)/increase in trade and other payables	(888)	4,310
Cash flows generated from operating activities	454	4,001
Tax paid	(232)	185
Interest received	2	1
Interest paid	(368)	(340)
Net cash flows (used in)/generated from operating activities	(144)	3,847
Investing activities		
Purchase of property, plant & equipment	(1,905)	(1,764)
Proceeds from disposal of property, plant & equipment	7	–
Net cash outflow on acquisition of business	–	(756)
Net cash flows used in investing activities	(1,898)	(2,520)
Financing activities		
Proceeds from issuance of shares	12,492	–
Payment for IPO expenses	(1,347)	–
Repayment of finance lease obligations	(1,264)	(2,398)
Repayment of trade financing	(1,376)	–
Proceeds from loan and borrowings	–	2,136
Repayment of loan and borrowings	(1,505)	–
Proceeds from advances from shareholder	–	1,725
Repayment of loan from shareholder	(600)	–
Decrease/(increase) in placement of short-term fixed deposits	3	(100)
Net cash flow generated from financing activities:	6,403	1,362
Net increase in cash and cash equivalents	4,361	2,690
Effects of foreign exchange rate changes, net	(20)	(14)
Cash and cash equivalents at the beginning of the year	1,832	1,194
Cash and cash equivalents at the end of the year	6,173	3,870

	Group (six months)	
	30.6.2019	30.6.2018
	S\$'000	S\$'000
Cash and cash equivalents on Balance Sheet	6,537	4,547
Less: Short-term fixed deposits	(364)	(205)
Less: Bank overdrafts	–	(472)
Cash and cash equivalents on Cash Flow Statement	6,173	3,870

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.

Group	Share capital S\$'000	Currency translation reserve S\$'000	Accumulated profits/(losses) S\$'000	Total S\$'000
Balance as at 1 January 2018	10,744	(748)	(3,116)	6,880
<i>Transactions with owners, recognised directly in equity</i>				
Conversion of convertible loan	2,407	–	–	2,407
Total	2,407	–	–	2,407
<i>Total comprehensive income for the year</i>				
Profit for the year	–	–	2,876	2,876
Other comprehensive income for the year	–	242	–	242
Total comprehensive income for the year	–	242	2,876	3,074
Balance as at 30 June 2018	13,151	(506)	(240)	12,405
Balance as at 1 January 2019	15,351	(872)	1,572	16,051
<i>Transactions with owners, recognised directly in equity</i>				
Shares issued	13,203	–	–	13,203
IPO expenses	(711)	–	–	(711)
Total	12,492	–	–	12,492
<i>Total comprehensive income for the year</i>				
Profit for the year	–	–	1,521	1,521
Other comprehensive income for the year	–	(156)	–	(156)
Total comprehensive income for the year	–	(156)	1,521	1,365
Balance as at 30 June 2019	27,843	(1,028)	3,093	29,908



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Company	Share capital S\$'000	Accumulated losses S\$'000	Total S\$'000
Balance as at 1 January 2018	10,744	(3,882)	6,862
Conversion of convertible loan	2,407	–	2,407
Profit for the year, representing total comprehensive income for the year	–	701	701
Balance as at 30 June 2018	13,151	(3,180)	9,970
Balance as at 1 January 2019	15,351	(4,074)	11,277
Shares issued	13,203	–	13,203
Profit for the year, representing total comprehensive income for the year	–	278	278
IPO expenses	(711)	–	(711)
Balance as at 30 June 2019	27,843	(3,796)	24,047



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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.

	No. of shares	Amount S\$
<u>Share Capital</u>		
Amount as at 31 December 2018	186,240,000	15,351,359
Share issuance ⁽ⁱ⁾	48,013,000	13,203,575
IPO expenses	NA	(711,438)
Amount as at 30 June 2019	<u>234,253,000</u>	<u>27,843,496</u>

Note:

(i) Issued pursuant to the Company's IPO on 23 January 2019.

The Company did not have any outstanding convertibles, treasury shares or subsidiary holdings as at 30 June 2019 and 30 June 2018.



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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.

Number of ordinary shares	30.6.2019	31.12.2018
Total number of issued shares excluding treasury shares	234,253,000	186,240,000

There were no treasury shares as at 30 June 2019 and 31 December 2018.

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

Not applicable as the Company did not have any treasury shares as at 30 June 2019 and 31 December 2018.

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.

Not applicable as the Company did not have any subsidiary holdings as at 30 June 2019 and 31 December 2018.

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

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

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

Not applicable.

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

Other than the adoption of SFRS(I) 16 as mentioned in paragraph 5 below, there were no changes in accounting policies and methods of computation adopted in the financial statements for the current reporting period as compared to the most recent audited annual financial statements as at 31 December 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.

The adoption of new and revised standards did not have substantial effect on the financial performance and position of the Group except for the adoption of Singapore Financial Reporting Standards (International) (SFRS(I)) 16 Leases which took effect on 1 January 2019, using the modified retrospective approach at the date of initial application which is on 1 January 2019. In compliance with SFRS(I) 16 Leases, the Group has applied the practical expedients to recognise the amount of right-of-use assets equal to the lease liabilities, adjusted by the amount of accrued lease payment related to that lease recognised in the statement of financial position immediately from 1 January 2019.



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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:

- (a) based on the weighted average number of ordinary shares on issue; and
- (b) on a fully diluted basis (detailing any adjustments made to the earnings).

	Group (six months ended)	
	30.6.2019	30.6.2018
Profit, net of tax (S\$'000)	1,521	2,875
Weighted average number of ordinary shares ('000)	228,385	186,240
EPS - Basic and diluted (cents)	0.67	1.54

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

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

	Group		Company	
	As at 30.6.2019	As at 31.12.2018	As at 30.6.2019	As at 31.12.2018
Net asset value per ordinary shares (cents)	13.07	8.62	10.27	6.06
No. of ordinary shares used in computation of net asset value per ordinary share ('000)	234,253	186,240	234,253	186,240



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

(a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and

(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

Review of the Group's Financial Performance Revenue

Compared to HY2018, revenue for HY2019 declined by 17.3% from S\$21.8 million. This was due to a 43.8% decrease in revenue from its semiconductor business while sales from the Life science, Electronics and Others segment increased by 83.1%.

The semiconductor industry faced softer near term demand by customers in response to global trade tensions. These trends exerted downward pressure on the Group's revenues in all geographical markets.

Life science, Electronics and Others segment revenue increased to S\$8.3 million in HY2019 from S\$4.6 million in HY2018.

Industry	Six months ended 30.6.2019		Six months ended 30.6.2018	
	Total Sales	% of	Total Sales	% of
	S\$'000	Total Sales	S\$'000	Total Sales
Life science, Electronics and Others	8,354	46.2%	4,563	20.9%
Semiconductor	9,721	53.8%	17,285	79.1%
	18,075	100.0%	21,848	100.0%

Gross profit

The Group remained profitable despite reporting a lower revenue for the first half of the year.

Gross margin improved to 37.9% from 32.1% in the corresponding period last year. This was mainly driven by a ramp-up in the production and assembly in the Life science, Electronics and Others segment after the receipt of first article approval from customers. Gross profit margin for the Life Science, Electronics and Others segment increased from 22.9% to 36.7%.

Industry	Six months ended 30.6.2019		Six months ended 30.6.2018	
	Gross Profit	% of	Gross Profit	% of
	S\$'000	Gross Profits	S\$'000	Gross Profits
Life science, Electronics and Others	3,066	44.7%	1,044	14.9%
Semiconductor	3,793	55.3%	5,978	85.1%
	6,859	100.0%	7,022	100.0%

Other operating income

Other operating income reduced by S\$0.5 million or 61.7% from S\$0.9 million in HY2018 to S\$0.3 million in HY2019. The decrease in rental income was mainly due to rented space took back to cater for new capabilities.

Other operating income	Group	
	Six months ended 30.6.2019 S\$'000	Six months ended 30.6.2018 S\$'000
Rental income	134	331
Grant income	22	-
Interest income	2	1
Utilities charged to tenants	38	-
Gain on disposal of fixed assets	7	2
Gain on foreign exchange	-	370
Other income	135	177
	338	881

(1) Rental income relates to rent generated from the subletting of surplus floor areas in respect of the leasehold property at 2 Changi North Street 1 to various unrelated third parties. The decrease in rental income was mainly due to rented space taken back from a tenant to enhance for new capabilities.

(2) Interest income relates to the interest income earned on the cash deposits placed with various banks.

(3) Other income mainly relates to the sale of scrap metal generated from the manufacturing process. Scrap metal is collected periodically by an external purchaser where it is weighed and sold at prevailing market prices.

Selling and distribution expenses

Selling and distribution expenses reduced by S\$0.2 million or 54.8% from S\$0.3 million in HY2018 to S\$0.1 million in HY2019. This was mainly due to lesser travel expenses incurred in conjunction with sales activities.



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General and administrative expenses

General and administrative expenses increased by S\$1.4 million or 55.1% from S\$2.5 million in HY2018 to S\$3.9 million in HY2019. The increase was mainly due to listing compliance expenses of S\$0.1 million and increase in headcount salary of S\$0.7 million as more engineers and office support staff were hired to work on new projects.

General and administrative expenses

	Six months ended 30.6.2019 S\$'000	Six months ended 30.6.2018 S\$'000
Director Remuneration	662	375
Salaries related Audit, professional fee, printing	1,542	1,542
Others	105	106
Listing compliance expenses	728	506
Salaries related for new capabilities	187	-
	699	-
	3,923	2,529

Other operating expenses

Other operating expenses comprised of repair & maintenance, tooling and office depreciation. It increased to S\$0.7 million in HY2019 by S\$0.1 million or 15.8% compared to S\$0.5 million in HY2018. The increase was mainly due to more operation tools purchased to enhance new capabilities.

Finance costs

The finance costs was relatively unchanged between HY2019 and HY2018 at approximately S\$0.5 million.

Income tax expense

The Group recorded tax expense of S\$0.4 million in HY2019, as compared to S\$1.1 million in HY2018.

Review of the Group's Financial Position

Non-Current Assets

Non-current assets increased by approximately S\$3.4 million or 13.7% from S\$27.6 million as at 31 December 2018 to S\$31.4 million as at 30 June 2019. The increase was mainly due to purchase of machinery of S\$2.5 million and building renovation of S\$0.6 million to cater to our business growth. This was partially offset by depreciation expenses for the year. The Group has recognised the amount of right-of-use assets of S\$8.3 million in compliance with SFRS(I) 16.

Current Assets

Current assets increased by approximately S\$7.0 million or 29.5% from S\$23.7 million as at 31 December 2018 to S\$30.7 million as at 30 June 2019. This was mainly due to an increase in (i) inventory of S\$2.6 million largely as a result of customers' delay in receiving shipments, (ii) trade and other receivables of S\$1.1 million, and (iii) cash balance of S\$4.1 million largely due to proceeds from IPO.



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Current Liabilities

Current liabilities decreased by approximately S\$4.4 million or 20.8% from S\$21.2 million as at 31 December 2018 to S\$16.8 million as at 30 June 2019. This was mainly due to (i) repayment of loans and borrowings of S\$1.2 million, (ii) repayment of trade finance of S\$1.4 million and (iii) S\$1.3 million paid for IPO accrued expenses under trade and other payables,

Non-Current Liabilities

Non-Current liabilities increased by approximately S\$1.3 million or 9.2% from S\$14.1 million as at 31 December 2018 to S\$15.4 million as at 30 June 2019. This was mainly due to recognition of lease liabilities of S\$2.3 million under SFRS(I) 16, net off with repayment of shareholder loan of S\$0.6 million during the year and repayment of loans and borrowings by S\$0.5 million to S\$4.7 million in HY2019 from S\$5.2 million in FY2018.

Equity Attributable to Owners of the Company

The increase in equity by approximately S\$13.8 million or 86.3% from S\$16.1 million as at 31 December 2018 to S\$29.9 million as at 30 June 2019 was due to (i) increase in share capital by S\$13.2 million pursuant to the issuance of new shares in relation to the Company IPO on 23 January 2019, (ii) net profit achieved in HY2019 of approximately S\$1.5 million and offset by IPO expenses of S\$0.7 million.

Review of Group's Cash Flows

In HY2019, net cash outflows from operating activities amounted to S\$0.1 million. The Group generated operating cash flows before changes of working capital of S\$4.3 million, which was partially offset by net working capital outflow of approximately S\$3.9million and taxes paid of S\$0.2 million. The net working capital outflow was mainly due to increase in inventory of S\$2.6 million.

Net cash outflows from investing activities amounted to approximately S\$1.9 million in HY2019, mainly due to purchase of machinery.

Net cash flows from financing activities amounted to S\$6.4 million in HY2019 mainly due to net proceeds from (i) new issuance of shares of S\$12.5 million, offset by (i) payment of IPO expenses of S\$1.3 million (ii) repayment of finance lease obligations of S\$1.3 million, (iii) repayment for shareholders loan of S0.6 million and (iv) repayment of loan and borrowings and trade financing of S\$2.9 million.



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

No forecast was previously disclosed by the Company.

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 Group continued to deliver positive half year results in a challenging business environment. As global markets are still grappling with the negative impact of the trade tensions between the world's two largest economies - US and China, uncertainties remain to be seen in near future.

Despite the softer demand in semiconductors, the Group maintains an optimistic view about the long-term prospects of the industry's future growth. The Group is making concerted efforts to navigate the current market dynamics to stay ahead of the competition, and also expects to further benefit from its diversification strategy by reaching out to new customers in new sectors.

11. Dividend

(a) Dividend declared (recommended) for the current financial period reported on
Nil.

(b) Corresponding Period of the Immediately Preceding Financial Year
Nil

(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) The date the dividend is payable.
Not applicable.

(e) The date on which Registrable Transfers received by the company (up to 5.00 p.m.) will be registered before entitlements to the dividend are determined
Not applicable.

12. If no dividend has been declared (recommended), a statement to that effect.

No dividend is declared or recommended in respect of HY2019 as the Group wishes to reserve its cash resources for business growth.



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- 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.**

The Group has not obtained any general mandate for IPTs.

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) S\$'000
Ricky Lee Tiam Nam – Interest on shareholder loan	74.6

- 14. Negative confirmation pursuant to Rule 705(5).**

We, Lee Tiam Nam and Julian Ng Wai Yuen, confirm on behalf of the Board of Directors of the Company that, to the best of our knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited financial results of our Group for the six months ended 30 June 2019 to be false or misleading in any material aspect.

On behalf of the Board of Directors

Lee Tiam Nam
Director

Julian Ng Wai Yuen
Director

- 15. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1)**

The Company has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H of the Catalist Rules) under Rule 720(1) of the Catalist Rules.

16. Use of proceeds

The Company raised gross proceeds from the IPO of approximately S\$13.2 million (the “**Gross Proceeds**”). As at the date of this announcement, the Gross Proceeds have been utilised as follows:

Purpose	Allocation of Gross Proceed (as disclosed in the Prospectus)	Gross Proceed utilised as at the of this announcement	Balance of Gross Proceed as at the date of this announcement
	S\$'000	S\$'000	S\$'000
Investing and enhancing operational and engineering capabilities	7,500	5,003	2,497
Expansion via mergers and acquisitions, joint ventures and partnerships	1,500	-	1,500
General working capital	1,404	1,404	-
Repayment of bank borrowings	500	500	-
Listing expenses	2,300	2,300	-
	13,204	9,207	3,997

Proceeds utilised for general working capital was mainly for the repayment of trade facilities, with an aim to reduce finance cost for the Group.

BY ORDER OF THE BOARD

Julian Ng
Chief Executive Officer
14 August 2019

This document has been reviewed by the Company's sponsor, CIMB Bank Berhad, Singapore Branch (“Sponsor”) in accordance with Rule 226(2)(b) of the SGX-ST Listing Manual Section B: Rules of Catalist. This document has not been examined or approved by the SGX-ST and the SGX-ST assumes 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 Jason Chian, Managing Director, Investment Banking, CIMB Bank Berhad, Singapore Branch, at 50 Raffles Place, #09-01 Singapore Land Tower, Singapore 048623, Telephone: +65 6337 5115.