

**FOOD EMPIRE HOLDINGS LIMITED**  
(Co Registration No: 200001282G)

**Full year Financial Statement and Dividend Announcement for the Period ended 31 December 2017**

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

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

	Group			Group		
	4Q 17	4Q 16	Increase/ (Decrease)	12M 17	12M 16	Increase/ (Decrease)
	US\$'000	US\$'000	%	US\$'000	US\$'000	%
Revenue	74,100	70,035	5.8	269,450	242,210	11.2
Cost of sales	(45,619)	(43,545)	4.8	(166,239)	(154,740)	7.4
Gross profit	28,481	26,490	7.5	103,211	87,470	18.0
Selling and distribution expenses	(11,434)	(13,233)	(13.6)	(39,482)	(42,455)	(7.0)
General and administrative expenses	(9,165)	(9,043)	1.3	(34,659)	(30,520)	13.6
Results from operating expenses	7,882	4,214	87.0	29,070	14,495	100.6
Net other (expenses)/income (Note 1)	(7,622)	(490)	1,455.5	(5,723)	4,580	NM
Net finance costs (Note 2)	(139)	(223)	(37.7)	(900)	(921)	(2.3)
Share of loss of associates	(3,805)	(30)	12,583.3	(4,489)	(697)	544.0
<b>(Loss)/profit before taxation (Note 3)</b>	<b>(3,684)</b>	<b>3,471</b>	<b>NM</b>	<b>17,958</b>	<b>17,457</b>	<b>2.9</b>
Taxation (Note 4)	381	(936)	NM	(4,659)	(3,642)	27.9
<b>(Loss)/profit for the period/year</b>	<b>(3,303)</b>	<b>2,535</b>	<b>NM</b>	<b>13,299</b>	<b>13,815</b>	<b>(3.7)</b>
<b>(Loss)/profit attributable to:</b>						
Equity shareholders of the Company	(2,750)	2,915	NM	14,137	14,520	(2.6)
Non-controlling interest	(553)	(380)	45.5	(838)	(705)	18.9
	<b>(3,303)</b>	<b>2,535</b>	<b>NM</b>	<b>13,299</b>	<b>13,815</b>	<b>(3.7)</b>

NM denotes not meaningful.

**Notes:**
**1. Net other (expenses)/income comprises:**

	Group			Group		
	4Q 17 US\$'000	4Q 16 US\$'000	Increase/ (Decrease) %	12M 17 US\$'000	12M 16 US\$'000	Increase/ (Decrease) %
<u>Other income</u>						
Sales of scrapped items	112	16	600.0	246	75	228.0
Other income	297	75	296.0	950	352	169.9
Insurance claim	-	18	NM	19	35	(45.7)
Foreign exchange gain	42	-	NM	1,136	4,151	(72.6)
	<u>451</u>	<u>109</u>	<u>313.8</u>	<u>2,351</u>	<u>4,613</u>	<u>(49.0)</u>
<u>Other expenses</u>						
Foreign exchange loss	-	(578)	NM	-	-	NM
Impairment of loan to associates	(3,600)	-	NM	(3,600)	-	NM
Impairment of an associate	(4,281)	-	NM	(4,281)	-	NM
Impairment of goodwill	(99)	-	NM	(99)	-	NM
Loss on disposal of property, plant and equipment	(93)	(21)	342.9	(69)	(33)	109.1
Loss on disposal of a subsidiary	-	-	NM	(25)	-	NM
	<u>(8,073)</u>	<u>(599)</u>	<u>1,247.7</u>	<u>(8,074)</u>	<u>(33)</u>	<u>24,366.7</u>
<b>Net other (expenses)/income</b>	<b>(7,622)</b>	<b>(490)</b>	<b>1,455.5</b>	<b>(5,723)</b>	<b>4,580</b>	<b>NM</b>

**2. Net finance costs comprises:**

	Group			Group		
	4Q 17 US\$'000	4Q 16 US\$'000	Increase/ (Decrease) %	12M 17 US\$'000	12M 16 US\$'000	Increase/ (Decrease) %
<u>Finance income</u>						
Interest income	163	62	162.9	329	251	31.1
<u>Finance costs</u>						
Interest expenses on:						
- Bank loans	(300)	(282)	6.4	(1,223)	(1,160)	5.4
- Others	(2)	(3)	(33.3)	(6)	(12)	(50.0)
	<u>(302)</u>	<u>(285)</u>	<u>6.0</u>	<u>(1,229)</u>	<u>(1,172)</u>	<u>4.9</u>
<b>Net finance costs</b>	<b>(139)</b>	<b>(223)</b>	<b>(37.7)</b>	<b>(900)</b>	<b>(921)</b>	<b>(2.3)</b>

**3. Included in profit before taxation are as follows:**

	Group			Group		
	4Q 17 US\$'000	4Q 16 US\$'000	Increase/ (Decrease) %	12M 17 US\$'000	12M 16 US\$'000	Increase/ (Decrease) %
Depreciation of property, plant and equipment	(1,347)	(1,393)	(3.3)	(5,299)	(5,204)	1.8
Depreciation of investment properties	(42)	(44)	(4.5)	(163)	(163)	0.0
Inventories written down	(359)	(687)	(47.7)	(728)	(790)	(7.8)
Write back/(Allowance) for doubtful receivables	89	(284)	NM	(99)	(809)	(87.8)
Net fair value (loss)/gain on derivatives	(42)	93	NM	-	-	NM
Bad debts written off	(7)	(73)	(90.4)	(7)	(73)	(90.4)
Write back for impairment on property, plant and equipment	98	-	NM	-	-	NM



4. Included in the taxation is as follows:

	Group			Group		
	4Q 17	4Q 16	Increase/ (Decrease)	12M 17	12M 16	Increase/ (Decrease)
	US\$'000	US\$'000	%	US\$'000	US\$'000	%
Current income tax						
- Current income taxation	(176)	(323)	(45.5)	(4,302)	(1,753)	145.4
- Over provision for prior year	374	193	93.8	324	273	18.7
Deferred income tax	183	(806)	NM	(681)	(2,162)	(68.5)
	381	(936)	NM	(4,659)	(3,642)	27.9

#### 1(a)(ii) Statement of group comprehensive income

	Group			Group		
	4Q 17	4Q 16	Increase/ (Decrease)	12M 17	12M 16	Increase/ (Decrease)
	US\$'000	US\$'000	%	US\$'000	US\$'000	%
(Loss)/profit net of tax	(3,303)	2,535	NM	13,299	13,815	(3.7)
<b>Other comprehensive (loss)/income:</b>						
Items that may be reclassified subsequently to profit or loss:						
Foreign currency translation (loss)/gain	(191)	94	NM	1,582	1,070	47.9
Share of other comprehensive gain of associates	174	95	83.2	553	551	0.4
Exchange differences realised on disposal of a subsidiary	-	-	NM	92	-	NM
<b>Other comprehensive (loss)/income for the period/year, net of tax</b>	<b>(17)</b>	<b>189</b>	<b>NM</b>	<b>2,227</b>	<b>1,621</b>	<b>37.4</b>
<b>Total comprehensive (loss)/income for the period/year</b>	<b>(3,320)</b>	<b>2,724</b>	<b>NM</b>	<b>15,526</b>	<b>15,436</b>	<b>0.6</b>
<b>Total comprehensive (loss)/income attributable to:</b>						
Equity shareholders of the Company	(2,767)	3,104	NM	16,364	16,141	1.4
Non-controlling interest	(553)	(380)	45.5	(838)	(705)	18.9
	<b>(3,320)</b>	<b>2,724</b>	<b>NM</b>	<b>15,526</b>	<b>15,436</b>	<b>0.6</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.**

	Group		Company	
	31 Dec 2017 US\$'000	31 Dec 2016 US\$'000	31 Dec 2017 US\$'000	31 Dec 2016 US\$'000
<b>Non-Current Assets</b>				
Property, plant and equipment	64,617	64,389	-	-
Investment properties	16,615	15,436	-	-
Investments in subsidiaries	-	-	44,536	44,545
Investments in associates	12,594	15,298	-	-
Intangible assets	10,343	10,343	-	-
Amount due from an associate (non-trade)	106	208	-	-
Deferred tax assets	3,299	3,274	-	-
	<b>107,574</b>	<b>108,948</b>	<b>44,536</b>	<b>44,545</b>
<b>Current Assets</b>				
Cash and cash equivalents	42,835	28,574	24	131
Trade receivables	39,685	38,107	-	-
Asset held for sale	644	-	-	-
Deferred expenses	173	185	-	-
Prepaid operating expenses and other debtors	5,746	2,480	8	7
Other receivables	2,002	1,601	-	-
Amounts due from subsidiaries (non-trade)	-	-	12,434	9,933
Amounts due from associates (non-trade)	94	4,801	-	-
Amounts due from related parties (trade)	987	396	-	-
Inventories	47,505	43,560	-	-
	<b>139,671</b>	<b>119,704</b>	<b>12,466</b>	<b>10,071</b>
<b>Current Liabilities</b>				
Trade payables and accruals	(35,287)	(30,103)	(752)	(1,403)
Finance lease creditors	(31)	(34)	-	-
Interest-bearing loans and borrowings	(20,041)	(21,987)	-	-
Other payables	(2,951)	(2,217)	-	-
Amount due to subsidiaries (non-trade)	-	-	(37)	(19)
Amounts due to related parties (non-trade)	(397)	(301)	-	-
Amounts due to associates (non-trade)	(167)	(49)	-	-
Amounts due to associates (trade)	(374)	(233)	-	-
Provision for taxation	(1,662)	(1,043)	(5)	(4)
	<b>(60,910)</b>	<b>(55,967)</b>	<b>(794)</b>	<b>(1,426)</b>
<b>Net Current Assets</b>	<b>78,761</b>	<b>63,737</b>	<b>11,672</b>	<b>8,645</b>
<b>Non-Current Liabilities</b>				
Finance lease creditors	(17)	(48)	-	-
Interest-bearing loans and borrowings	(16,291)	(16,833)	-	-
Other payables	(5)	(5)	-	-
Deferred tax liabilities	(2,592)	(1,943)	-	-
	<b>(18,905)</b>	<b>(18,829)</b>	<b>-</b>	<b>-</b>
<b>Net Assets</b>	<b>167,430</b>	<b>153,856</b>	<b>56,208</b>	<b>53,190</b>
<b>Equity</b>				
Share capital	41,093	40,846	41,093	40,846
Treasury shares	(317)	(317)	(317)	(317)
Reserves	127,117	113,208	15,432	12,661
	<b>167,893</b>	<b>153,737</b>	<b>56,208</b>	<b>53,190</b>
Non-controlling interest	(463)	119	-	-
<b>Total Equity</b>	<b>167,430</b>	<b>153,856</b>	<b>56,208</b>	<b>53,190</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 Dec 2017		As at 31 Dec 2016	
	Secured US\$'000	Unsecured US\$'000	Secured US\$'000	Unsecured US\$'000
Finance lease creditors	(31)	-	(34)	-
Interest-bearing loans and borrowings	(5,630)	(14,411)	(8,239)	(13,748)
<b>Total</b>	<b>(5,661)</b>	<b>(14,411)</b>	<b>(8,273)</b>	<b>(13,748)</b>

**Amount repayable after one year**

	As at 31 Dec 2017		As at 31 Dec 2016	
	Secured US\$'000	Unsecured US\$'000	Secured US\$'000	Unsecured US\$'000
Finance lease creditors	(17)	-	(48)	-
Interest-bearing loans and borrowings	(8,559)	(7,732)	(12,273)	(4,560)
<b>Total</b>	<b>(8,576)</b>	<b>(7,732)</b>	<b>(12,321)</b>	<b>(4,560)</b>

**Details of any collateral**

As at 31 December 2016 and 31 December 2017, the finance lease liabilities were secured by charge over the related lease vehicles held by subsidiaries of the Group.

As at 31 December 2016 and 31 December 2017, the secured interest bearing loans and borrowings were secured by mortgages over the related freehold & leasehold properties and fixed charges over plant & machinery owned by subsidiaries of the Group.

As at 31 December 2016 and 31 December 2017, the unsecured interest bearing loan and borrowing of subsidiaries were covered by corporate guarantees given by the Company.

**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		Group	
	4Q 17 US\$'000	4Q 16 US\$'000	12M 17 US\$'000	12M 16 US\$'000
<b>Cash flows from operating activities</b>				
(Loss)/profit from operations before taxation	(3,684)	3,471	17,958	17,457
Adjustment for :				
Depreciation of property, plant and equipment	1,347	1,393	5,299	5,204
Depreciation of investment properties	42	44	163	163
Loss on disposal of a subsidiary	-	-	25	-
Loss on disposal of property, plant and equipment	93	21	69	33
Interest income	(163)	(62)	(329)	(251)
Interest expenses	302	285	1,229	1,172
Exchange realignment	(239)	1,087	(178)	462
Share of loss of associates	3,805	30	4,489	697
(Write back)/allowance for doubtful receivables	(89)	284	99	809
Impairment of loan to associates	3,600	-	3,600	-
Inventories written down	359	687	728	790
Write back for impairment on property, plant and equipment	(98)	-	-	-
Value of employee services received for issue of share options	30	60	184	134
Net fair value loss/(gain) on derivatives	42	(93)	-	-
Impairment of an associate	4,281	-	4,281	-
Impairment of goodwill	99	-	99	-
Bad debts written off	7	73	7	73
<b>Operating profit before working capital changes</b>	<b>9,734</b>	<b>7,280</b>	<b>37,723</b>	<b>26,743</b>
Decrease/(increase) in trade and other receivables	1,872	3,972	(5,533)	536
Decrease/(increase) in inventories	1,898	2,484	(4,650)	(4,250)
(Decrease)/increase in trade and other payables	(1,767)	(2,369)	6,048	(4,008)
<b>Cash flows generated from operations</b>	<b>11,737</b>	<b>11,367</b>	<b>33,588</b>	<b>19,021</b>
Income taxes paid	(917)	(223)	(3,740)	(1,360)
<b>Net cash flows generated from operating activities</b>	<b>10,820</b>	<b>11,144</b>	<b>29,848</b>	<b>17,661</b>
<b>Cash flows from investing activities</b>				
Interest income received	163	62	329	251
Purchase of property, plant and equipment	(2,874)	(900)	(5,977)	(3,803)
Subsequent expenditure on investment property	(71)	(2)	(79)	(35)
Proceeds from disposal of property, plant and equipment	13	5	53	37
Capital injection in an associate	(2,966)	-	(2,966)	(7,831)
Net cash inflow on disposal of a subsidiary	-	-	75	-
Net cash inflow on acquisition of a subsidiary	8	-	8	-
Loan to associates	-	(4,700)	(1,107)	(4,919)
Dividend income from an associate	-	-	-	35
<b>Net cash flows used in investing activities</b>	<b>(5,727)</b>	<b>(5,535)</b>	<b>(9,664)</b>	<b>(16,265)</b>
<b>Cash flows from financing activities</b>				
Interest expenses paid	(302)	(285)	(1,229)	(1,172)
Capital injection from non-controlling interest of subsidiaries	-	-	-	726
Dividends (paid to)/refunded from shareholders of the Company	-	-	(2,312)	1
Repayment of interest-bearing loans and borrowings	(14,714)	(12,178)	(61,713)	(47,034)
Proceeds from interest-bearing loans and borrowings	13,777	11,656	58,676	46,603
Repayment of obligation under finance leases	(8)	(9)	(36)	(20)
Proceeds from obligation under finance lease	-	58	-	58
Proceeds from issuance of shares	13	96	192	96
Acquisition of non-controlling interests in a subsidiary	-	-	(139)	-
<b>Net cash flows used in financing activities</b>	<b>(1,234)</b>	<b>(662)</b>	<b>(6,561)</b>	<b>(742)</b>
<b>Net increase in cash and cash equivalents</b>	<b>3,859</b>	<b>4,947</b>	<b>13,623</b>	<b>654</b>
Effect of exchange rate changes on cash and cash equivalents	113	(202)	638	396
Cash and cash equivalents at beginning of the period/year	38,863	23,829	28,574	27,524
<b>Cash and cash equivalents at end of the period/year</b>	<b>42,835</b>	<b>28,574</b>	<b>42,835</b>	<b>28,574</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.

**The Group – 4Q 17**

	Attributable to equity shareholders of the Company							
	Share capital US\$'000	Treasury shares US\$'000	Foreign currency translation reserve US\$'000	Share-based payment reserve US\$'000	Accumulated profits US\$'000	Total US\$'000	Non-controlling interest US\$'000	Total equity US\$'000
Balance as at 1 October 2017	41,077	(317)	(11,192)	2,099	138,950	170,617	(33)	170,584
<b>Loss for the period</b>	-	-	-	-	(2,750)	(2,750)	(553)	(3,303)
<u>Other comprehensive (loss)/income</u>								
Foreign currency translation loss	-	-	(191)	-	-	(191)	-	(191)
Share of other comprehensive gain of associates	-	-	174	-	-	174	-	174
<b>Total comprehensive loss for the period</b>	-	-	(17)	-	(2,750)	(2,767)	(553)	(3,320)
<u>Contributions by and distributions to owners</u>								
Value of employee services received for issue of share options	-	-	-	30	-	30	-	30
Issuance of new shares	13	-	-	-	-	13	-	13
Exercise of share options	3	-	-	(3)	-	-	-	-
Acquisition of a subsidiary	-	-	-	-	-	-	123	123
<b>Total contributions by and distributions to owners, representing total transactions with owners in their capacity as owners</b>	<b>16</b>	<b>-</b>	<b>-</b>	<b>27</b>	<b>-</b>	<b>43</b>	<b>123</b>	<b>166</b>
Balance as at 31 December 2017	<b>41,093</b>	<b>(317)</b>	<b>(11,209)</b>	<b>2,126</b>	<b>136,200</b>	<b>167,893</b>	<b>(463)</b>	<b>167,430</b>

**The Group – 4Q 16**

	Attributable to equity shareholders of the Company							
	Share capital US\$'000	Treasury shares US\$'000	Foreign currency translation reserve US\$'000	Share-based payment reserve US\$'000	Accumulated profits US\$'000	Total US\$'000	Non-controlling interest US\$'000	Total equity US\$'000
Balance as at 1 October 2016	40,725	(317)	(13,625)	1,962	121,732	150,477	499	150,976
<b>Profit/(loss) for the period</b>	-	-	-	-	<b>2,915</b>	<b>2,915</b>	<b>(380)</b>	<b>2,535</b>
<u>Other comprehensive income/(loss)</u>								
Foreign currency translation gain	-	-	94	-	-	94	-	94
Share of other comprehensive gain of associates	-	-	95	-	-	95	-	95
<b>Total comprehensive income/(loss) for the period</b>	-	-	<b>189</b>	-	<b>2,915</b>	<b>3,104</b>	<b>(380)</b>	<b>2,724</b>
<u>Contributions by and distributions to owners</u>								
Value of employee services received for issue of share options	-	-	-	60	-	60	-	60
Issuance of new shares	96	-	-	-	-	96	-	96
Exercise of share options	25	-	-	(25)	-	-	-	-
<b>Total contributions by and distributions to owners, representing total transactions with owners in their capacity as owners</b>	<b>121</b>	<b>-</b>	<b>-</b>	<b>35</b>	<b>-</b>	<b>156</b>	<b>-</b>	<b>156</b>
<b>Balance as at 31 December 2016</b>	<b>40,846</b>	<b>(317)</b>	<b>(13,436)</b>	<b>1,997</b>	<b>124,647</b>	<b>153,737</b>	<b>119</b>	<b>153,856</b>



**The Group – 12M 17**

	Attributable to equity shareholders of the Company							
	Share capital US\$'000	Treasury shares US\$'000	Foreign currency translation reserve US\$'000	Share-based payment reserve US\$'000	Accumulated profits US\$'000	Total US\$'000	Non-controlling interest US\$'000	Total equity US\$'000
Balance as at 1 January 2017	40,846	(317)	(13,436)	1,997	124,647	153,737	119	153,856
<b>Profit/(loss) for the year</b>	-	-	-	-	14,137	14,137	(838)	13,299
<u>Other comprehensive income/(loss)</u>								
Foreign currency translation gain	-	-	1,582	-	-	1,582	-	1,582
Share of other comprehensive gain of associates	-	-	553	-	-	553	-	553
Exchange differences realised on disposal of a subsidiary	-	-	92	-	-	92	-	92
<b>Total comprehensive income/(loss) for the year</b>	-	-	2,227	-	14,137	16,364	(838)	15,526
<u>Contributions by and distributions to owners</u>								
Value of employee services received for issue of share options	-	-	-	184	-	184	-	184
Dividends paid to equity shareholders of the Company	-	-	-	-	(2,312)	(2,312)	-	(2,312)
Issuance of new shares	192	-	-	-	-	192	-	192
Exercise of share options	55	-	-	(55)	-	-	-	-
Acquisition of a subsidiary	-	-	-	-	-	-	123	123
<b>Total contributions by and distributions to owners</b>	247	-	-	129	(2,312)	(1,936)	123	(1,813)
<u>Changes in ownership interests in subsidiaries</u>								
Acquisition of non-controlling interests without a change in control, representing total changes in ownership interests in subsidiaries	-	-	-	-	(272)	(272)	133	(139)
<b>Total transactions with owners in their capacity as owners</b>	247	-	-	129	(2,584)	(2,208)	256	(1,952)
<b>Balance as at 31 December 2017</b>	<b>41,093</b>	<b>(317)</b>	<b>(11,209)</b>	<b>2,126</b>	<b>136,200</b>	<b>167,893</b>	<b>(463)</b>	<b>167,430</b>

**The Group – 12M 16**

	Attributable to equity shareholders of the Company							Total equity US\$'000
	Share capital US\$'000	Treasury shares US\$'000	Foreign currency translation reserve US\$'000	Share-based payment reserve US\$'000	Accumulated profits US\$'000	Total US\$'000	Non-controlling interest US\$'000	
Balance as at 1 January 2016	40,725	(317)	(15,057)	1,888	110,126	137,365	89	137,454
<b>Profit/(loss) for the year</b>	-	-	-	-	14,520	14,520	(705)	13,815
<u>Other comprehensive income/(loss)</u>								
Foreign currency translation gain	-	-	1,070	-	-	1,070	-	1,070
Share of other comprehensive gain of associates	-	-	551	-	-	551	-	551
<b>Total comprehensive income/(loss) for the year</b>	-	-	1,621	-	14,520	16,141	(705)	15,436
<u>Contributions by and distributions to owners</u>								
Value of employee services received for issue of share options	-	-	-	134	-	134	-	134
Dividends refunded from equity shareholders of the Company	-	-	-	-	1	1	-	1
Issuance of new shares	96	-	-	-	-	96	-	96
Exercise of share options	25	-	-	(25)	-	-	-	-
<b>Total contributions by and distributions to owners</b>	121	-	-	109	1	231	-	231
<u>Changes in ownership interests in subsidiaries</u>								
Capital injection from non-controlling interest of subsidiaries	-	-	-	-	-	-	726	726
Acquisition of non-controlling interests without a change in control	-	-	-	-	-	-	9	9
<b>Total changes in ownership interest in subsidiaries</b>	-	-	-	-	-	-	735	735
<b>Total transactions with owners in their capacity as owners</b>	121	-	-	109	1	231	735	966
<b>Balance as at 31 December 2016</b>	<b>40,846</b>	<b>(317)</b>	<b>(13,436)</b>	<b>1,997</b>	<b>124,647</b>	<b>153,737</b>	<b>119</b>	<b>153,856</b>

**The Company – 4Q**

	Share capital US\$'000	Treasury shares US\$'000	Foreign currency translation reserve US\$'000	Share-based payment reserve US\$'000	Accumulated profits US\$'000	Total Equity US\$'000
Balance as at 1 October 2017	41,077	(317)	3,460	2,099	9,681	56,000
<b>Loss for the period</b>	-	-	-	-	(9)	(9)
<u>Other comprehensive income/(loss)</u>						
Foreign currency translation gain	-	-	174	-	-	174
<b>Total comprehensive income/(loss) for the period</b>	-	-	<b>174</b>	-	<b>(9)</b>	<b>165</b>
<u>Contributions by and distributions to owners</u>						
Value of employee services received for issue of share options	-	-	-	30	-	30
Issuance of new shares	13	-	-	-	-	13
Exercise of share options	3	-	-	(3)	-	-
<b>Total contributions by and distributions to owners, representing total transactions with owners in their capacity as owners</b>	<b>16</b>	<b>-</b>	<b>-</b>	<b>27</b>	<b>-</b>	<b>43</b>
<b>Balance as at 31 December 2017</b>	<b>41,093</b>	<b>(317)</b>	<b>3,634</b>	<b>2,126</b>	<b>9,672</b>	<b>56,208</b>
Balance as at 1 October 2016	40,725	(317)	3,332	1,962	8,059	53,761
<b>Loss for the period</b>	-	-	-	-	(215)	(215)
<u>Other comprehensive loss</u>						
Foreign currency translation loss	-	-	(512)	-	-	(512)
<b>Total comprehensive loss for the period</b>	-	-	<b>(512)</b>	-	<b>(215)</b>	<b>(727)</b>
<u>Contributions by and distributions to owners</u>						
Value of employee services received for issue of share options	-	-	-	60	-	60
Issuance of new shares	96	-	-	-	-	96
Exercise of share options	25	-	-	(25)	-	-
<b>Total contributions by and distributions to owners, representing total transactions with owners in their capacity as owners</b>	<b>121</b>	<b>-</b>	<b>-</b>	<b>35</b>	<b>-</b>	<b>156</b>
<b>Balance as at 31 December 2016</b>	<b>40,846</b>	<b>(317)</b>	<b>2,820</b>	<b>1,997</b>	<b>7,844</b>	<b>53,190</b>

**The Company – 12M**

	Share capital US\$'000	Treasury shares US\$'000	Foreign currency translation reserve US\$'000	Share-based payment reserve US\$'000	Accumulated profits US\$'000	Total Equity US\$'000
Balance as at 1 January 2017	40,846	(317)	2,820	1,997	7,844	53,190
<b>Profit for the year</b>	-	-	-	-	<b>4,140</b>	<b>4,140</b>
<u>Other comprehensive income</u>						
Foreign currency translation gain	-	-	814	-	-	814
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>-</b>	<b>814</b>	<b>-</b>	<b>4,140</b>	<b>4,954</b>
<u>Contributions by and distributions to owners</u>						
Value of employee services received for issue of share options	-	-	-	184	-	184
Dividends paid to equity shareholders of the Company	-	-	-	-	(2,312)	(2,312)
Issuance of new shares	192	-	-	-	-	192
Exercise of share options	55	-	-	(55)	-	-
<b>Total contributions by and distributions to owners, representing total transactions with owners in their capacity as owners</b>	<b>247</b>	<b>-</b>	<b>-</b>	<b>129</b>	<b>(2,312)</b>	<b>(1,936)</b>
<b>Balance as at 31 December 2017</b>	<b>41,093</b>	<b>(317)</b>	<b>3,634</b>	<b>2,126</b>	<b>9,672</b>	<b>56,208</b>
Balance as at 1 January 2016	40,725	(317)	2,999	1,888	8,781	54,076
<b>Loss for the year</b>	-	-	-	-	<b>(938)</b>	<b>(938)</b>
<u>Other comprehensive loss</u>						
Foreign currency translation loss	-	-	(179)	-	-	(179)
<b>Total comprehensive loss for the year</b>	<b>-</b>	<b>-</b>	<b>(179)</b>	<b>-</b>	<b>(938)</b>	<b>(1,117)</b>
<u>Contributions by and distributions to owners</u>						
Value of employee services received for issue of share options	-	-	-	134	-	134
Dividends refunded from equity shareholders of the Company	-	-	-	-	1	1
Issuance of new shares	96	-	-	-	-	96
Exercise of share options	25	-	-	(25)	-	-
<b>Total contributions by and distributions to owners, representing total transactions with owners in their capacity as owners</b>	<b>121</b>	<b>-</b>	<b>-</b>	<b>109</b>	<b>1</b>	<b>231</b>
<b>Balance as at 31 December 2016</b>	<b>40,846</b>	<b>(317)</b>	<b>2,820</b>	<b>1,997</b>	<b>7,844</b>	<b>53,190</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 also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, 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.**

Details of movement in the number of issued ordinary shares (excluding treasury shares), treasury shares and share options are as follows: -

	FY 2017	FY 2016
<b><u>Share Capital</u></b>		
Number of issued ordinary shares as at 1 Jan (including treasury shares)	534,171,999	533,741,999
Ordinary shares held as treasury shares	(1,001,000)	(1,001,000)
Issued for cash under employee share option scheme:		
- at the exercise price of S\$0.315 each	100,000	-
- at the exercise price of S\$0.505 each	130,000	-
Balance of issued ordinary shares as at 31 Mar (excluding treasury shares)	533,400,999	532,740,999
- at the exercise price of S\$0.315 each	78,000	-
- at the exercise price of S\$0.505 each	100,000	-
- at the exercise price of S\$0.669 each	50,000	-
Balance of issued ordinary shares as at 30 Jun (excluding treasury shares)	533,628,999	532,740,999
- at the exercise price of S\$0.308 each	140,000	-
Balance of issued ordinary shares as at 30 Sep (excluding treasury shares)	533,768,999	532,740,999
- at the exercise price of S\$0.315 each	20,000	400,000
- at the exercise price of S\$0.335 each	-	30,000
- at the exercise price of S\$0.505 each	20,000	-
Balance of issued ordinary shares as at 31 Dec (excluding treasury shares)	533,808,999	533,170,999
<b><u>Share Option - exercise price of S\$0.335</u></b>		
Balance as at 1 Jan and 31 Mar and 30 Jun and 30 Sep	2,610,000	2,840,000
Options exercised during the period	-	(30,000)
Options lapsed during the period (Note 1)	-	(200,000)
Balance as at 31 Dec	2,610,000	2,610,000
<b><u>Share Option - exercise price of S\$0.505</u></b>		
Balance as at 1 Jan	3,330,000	3,630,000
Options exercised during the period	(130,000)	-
Balance as at 31 Mar	3,200,000	3,630,000
Options exercised during the period	(100,000)	-
Balance as at 30 Jun and 30 Sep	3,100,000	3,630,000
Options exercised during the period	(20,000)	-
Options lapsed during the period (Note 1)	-	(300,000)
Balance as at 31 Dec	3,080,000	3,330,000
<b><u>Share Option - exercise price of S\$0.315</u></b>		
Balance as at 1 Jan	2,972,000	3,672,000
Options exercised during the period	(100,000)	-
Balance as at 31 Mar	2,872,000	3,672,000
Options exercised during the period	(78,000)	-
Balance as at 30 Jun and 30 Sep	2,794,000	3,672,000
Options exercised during the period	(20,000)	(400,000)
Options lapsed during the period (Note 1)	-	(300,000)
Balance as at 31 Dec	2,774,000	2,972,000

	FY 2017	FY 2016
<b><u>Share Option - exercise price of S\$0.669</u></b>		
Balance as at 1 Jan and 31 Mar	4,630,000	4,630,000
Options exercised during the period	(50,000)	-
Balance as at 30 Jun and 30 Sep	4,580,000	4,630,000
Options lapsed during the period	(300,000)	-
Balance as at 31 Dec	4,280,000	4,630,000
<b><u>Share Option - exercise price of S\$0.308</u></b>		
Balance as at 1 Jan and 31 Mar and 30 Jun	5,170,000	-
Granted to eligible participants on 4 July 2016	-	5,170,000
Options exercised during the period	(140,000)	-
Balance as at 30 Sep	5,030,000	5,170,000
Options lapsed during the period	(150,000)	-
Balance as at 31 Dec	4,880,000	5,170,000
<b><u>Share Option - exercise price of S\$0.693</u></b>		
Balance as at 1 Jan and 31 Mar	-	-
Granted to eligible participants on 23 May 2017	650,000	-
Balance as at 30 Jun and 30 Sep and 31 Dec	650,000	-

Out of the 18,274,000 outstanding share options on 31 December 2017 (31 December 2016: 18,712,000), 14,522,000 (31 December 2016: 13,542,000) share options are exercisable.

#### **Treasury Shares**

As at 31 December 2017, the total number of treasury shares held was 1,001,000 (31 December 2016: 1,001,000).

Note 1 refers to share options granted in 2010 and 2011 to certain Non-executive Directors with an Option Period of 10 years whereas under the Rules of the Food Empire Holdings Limited Share Option Scheme, the Option Period for Non-executive Options granted to Non-executive Directors is only 5 years. As such, these share options had automatically lapsed due to non-exercise on the day preceding the 5<sup>th</sup> anniversary of the date of grant of the said options.

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

The total number of issued ordinary shares excluding treasury shares is as follows: -

	Group	
	<u>As at 31 Dec 2017</u>	<u>As at 31 Dec 2016</u>
Issued ordinary shares	533,808,999	533,170,999

#### **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.**

There were no sales, transfers, disposal, cancellation and/or use of treasury shares during the current financial period reported on.

#### **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.**

Not applicable.

**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.

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

Not applicable.

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

The Group has applied the same accounting policies and method of computation in the financial statements for the current financial period compared with those of the audited financial statements as at 31 December 2016, except for the adoption of new/revised FRS which came into effect on 1 January 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 adoption of new/revised FRS as highlighted in paragraph 4 does not have a material impact on the financial statements for the period under review.

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

	Group		Group	
	4Q 17	4Q 16	12M 17	12M 16
<b>(Loss)/profit per share</b>				
Based on existing issued share capital (USD cents)	(0.52)	0.55	2.65	2.73
On a fully diluted basis (USD cents)	(0.51)	0.55	2.62	2.72
	Group		Group	
	4Q 17	4Q 16	12M 17	12M 16
<b>Weighted average number of shares table</b>				
Weighted average number of shares for calculation of basic EPS	533,786,391	532,853,607	533,576,342	532,769,305
Weighted average number of shares for calculation of diluted EPS	539,693,875	534,655,172	539,622,796	534,122,119

**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	
	31 Dec 2017	31 Dec 2016	31 Dec 2017	31 Dec 2016
Net asset value per ordinary share (USD cents)	31.45	28.83	10.53	9.98

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.

Revenue for the financial year ended 31 December 2017 ("FY2017") was US\$269.5 million, a year-on year ("yoy") increase of 11.2% compared with the US\$242.2 million revenue recorded in FY2016. Compared to a net profit after tax of US\$13.8 million recorded for FY2016, the Group reported a net profit after tax of US\$13.3 million for FY2017 after taking into account one-off impairment charge of US\$7.7 million in relation to our Korean associate, Caffebene, which had filed for a court-led corporate rehabilitation process.

On a quarterly basis, revenue for the fourth quarter ended 31 December 2017 ("4Q2017") increased 5.8% from US\$70.0 million to US\$74.1 million. The Group reported a net loss after tax of US\$3.3 million for the quarter as compared to net profit after tax of US\$2.5 million in 4Q2016.

Excluding the above one-off impairment charge, the Group's net profit after tax would have been US\$4.4 million for 4Q2017 and US\$21.0 million for FY2017.

#### **Revenue by Markets (US\$'000)**

	Group			Group		
	4Q 17 US\$'000	4Q 16 US\$'000	Increase/ (Decrease) %	12M 17 US\$'000	12M 16 US\$'000	Increase/ (Decrease) %
Russia	28,979	29,279	(1.0)	116,702	107,938	8.1
Ukraine	6,229	7,139	(12.7)	21,844	23,480	(7.0)
Kazakhstan and CIS markets	11,474	6,968	64.7	35,067	27,170	29.1
Indochina	10,842	11,998	(9.6)	37,898	40,092	(5.5)
Other Markets	16,576	14,651	13.1	57,939	43,530	33.1
<b>Total</b>	<b>74,100</b>	<b>70,035</b>	<b>5.8</b>	<b>269,450</b>	<b>242,210</b>	<b>11.2</b>

In FY2017, sales in the Group's largest market, Russia, increased by 8.1% to US\$116.7 million compared to US\$107.9 million mainly due to appreciation of the Russian Ruble against the US dollar.

In the Group's Ukraine market, sales declined by 7.0% from US\$23.5 million in FY2016 to US\$21.8 million in FY2017 due to restructuring in the Group's distributorship.

In the Group's Kazakhstan and CIS markets, sales increased by 29.1% from US\$27.2 million in FY2016 to US\$35.1 million in FY2017 mainly due to higher sales volume.

In the Group's Indochina market, sales decreased by 5.5% from US\$40.1 million in FY2016 to US\$37.9 million in FY2017 due to stiffer competition and the difference in the timing of the festive season.

Sales in the Group's Other Markets increased by 33.1% from US\$43.5 million in FY2016 to US\$57.9 million in FY2017 mainly due to higher sales contribution from the Group's non-dairy creamer plant and snacks manufacturing facility in Malaysia, and instant coffee plant in India.

On a quarterly basis, the Group's revenue in 4Q2017 was US\$74.1 million, an increase of 5.8% compared to 4Q2016. Sales in the Group's Ukraine market declined 12.7% mainly due to restructuring in the Group's distributorship coupled with weakening of the Ukrainian Hryvnia against the US dollar. Sales in the Group's Kazakhstan and CIS markets increased 64.7% as compared to the same quarter



in 2016 mainly due to higher sales volume, change in business model and reduction of price compensation to distributor in Kazakhstan. Sales in the Group's Indochina market decreased 9.6% due to stiffer competition. Sales in the Group's Other Markets increased by 13.1% mainly due to higher sales contribution from the Group's non-dairy creamer plant and snacks manufacturing facility in Malaysia, and instant coffee plant in India.

### **Profitability**

For FY2017, the Group recorded a net profit after tax of US\$13.3 million as compared to US\$13.8 million in FY2016 mainly due to higher sales and margin offset by higher manpower cost, transportation expenses, lower exchange gain coupled with impairment of investment, loan and share of higher losses by its Korean associate, Caffebene. For 4Q2017, the Group's net loss after tax was US\$3.3 million compared with net profit after tax of US\$2.5 million in 4Q2016 mainly due to impairment of investment, loan and share of higher losses by Caffebene offset by higher sales and margin and lower tax expenses.

For FY2017, the Group's share of loss from associates was US\$4.5 million mainly due to losses recorded by Caffebene of US\$5.1 million partly offset by profit recorded of US\$0.4 million from our Russian associates. For 4Q2017, the Group's share of loss from associates was US\$3.8 million mainly due to losses recorded by Caffebene.

For FY2017, selling and distribution expenses decreased by US\$3.0 million from US\$42.5 million in FY2016 to US\$39.5 million. For 4Q2017, selling and distribution expenses decreased by US\$1.8 million from US\$13.2 million in 4Q2016 to US\$11.4 million. The decrease was mainly attributed to a one-off reclassification of its advertising and promotion expenses offset by higher manpower cost.

For FY2017, general and administrative expenses increased by US\$4.2 million from US\$30.5 million in FY2016 to US\$34.7 million. For 4Q2017, general and administrative expenses increased by US\$0.2 million from US\$9.0 million in 4Q2016 to US\$9.2 million. The increase was mainly attributed to higher manpower cost and transportation expenses.

For FY2017, the Ukrainian Hryvnia weakened from 27.2 Hryvnia per US dollar on 31 December 2016 to 28.1 Hryvnia per US dollar on 31 December 2017. Over the same period, the Russian Ruble strengthened to 57.6 Ruble per US dollar on 31 December 2017, compared with 60.6 Ruble per US dollar on 31 December 2016. As the Group is economically exposed to both markets, it was affected by the revaluation of its outstanding trade receivables denominated in currencies other than the US dollar.

### **Balance Sheet & Cashflow**

Investments in associates decreased from US\$15.3 million as at 31 December 2016 to US\$12.6 million as at 31 December 2017 due to the Group's impairment of investment and share of higher losses by Caffebene offset by the Group's investment in 101 Caffè.

Prepaid operating expenses and other debtors increased from US\$2.5 million as at 31 December 2016 to US\$5.7 million as at 31 December 2017 due to deposits for the purchase of machinery, equipment and land for our new project in India.

Amount due from associates (non-trade) decreased from US\$4.8 million as at 31 December 2016 to US\$0.1 million as at 31 December 2017 due to the Group's impairment of loan to Caffebene.

Inventories increased from US\$43.6 million as at 31 December 2016 to US\$47.5 million as at 31 December 2017 due to stock-up of inventories in anticipation of higher sales.

Trade payables and accruals increased US\$5.2 million to US\$35.3 million as at 31 December 2017 mainly due to higher procurement in anticipation of higher sales and higher accruals for advertising and promotion expenses.

The Group's borrowings were US\$36.4 million as at 31 December 2017, compared to US\$38.9 million as at 31 December 2016. The decrease was largely attributed to the Group's regular scheduled repayments offset by additional loans undertaken by the Group in relation to Caffebene.

The Group's net operating cash inflow position improved, with a net operating cash flow of US\$29.8 million in FY2017 compared to US\$17.7 million in FY2016. The Group's cash and cash equivalents was US\$42.8 million as at 31 December 2017, compared to US\$28.6 million as at 31 December 2016.

The Group's net assets as at 31 December 2017 were US\$167.4 million. The net asset value per ordinary share (excluding non-controlling interests) as at 31 December 2017 was 31.45 US cents as compared to 28.83 US cents as at 31 December 2016.

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

Not applicable.

**10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.**

As currencies of the Group's key markets such as Russia, Kazakhstan and CIS countries have improved, together with the gradual recovery in oil prices, the Group expects the economies of these key markets to stabilize.

The Group continues to focus on expanding into new geographies outside its core markets to provide a more balanced portfolio. Building on the Group's successful market diversification efforts in Indochina, the Group plans to replicate its proven business model in other regions in Asia.

The Group's upstream projects (instant coffee plant in India, non-dairy creamer plant and snacks manufacturing facility in Malaysia) have reached maturity phase and is expected to contribute positively in the foreseeable future. In January 2018, the Group also announced plans to expand its manufacturing facility in India, which will provide further growth prospects for the Group once the project is completed.

**11. Dividend**
**(a) Current Financial Period Reported On**

Any dividend declared for the current financial period reported on?

Name of Dividend	First and Final
Dividend Type	Cash
Dividend Rate	0.60 cents per ordinary share
Tax Rate	Tax exempted (One-Tier)

The proposed first and final dividend is subject to shareholders' approval at the forthcoming Annual General Meeting scheduled for 24 April 2018.

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

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

Name of Dividend	First and Final
Dividend Type	Cash
Dividend Rate	0.60 cents per ordinary share
Tax Rate	Tax exempted (One-Tier)

**(c) Date payable**

The proposed first and final dividend, if approved by the shareholders at the forthcoming Annual General Meeting scheduled for 24 April 2018, will be paid on 18 May 2018.

**(d) Books closure date**

Notice is hereby given that the Share Transfer Books and the Register of Members of the Company will be closed on 3 May 2018. Duly completed transfers received by the Company's Share Registrar, Boardroom Corporate & Advisory Services Pte Ltd at 50 Raffles Place, Singapore Land Tower #32-01, Singapore 048623, up to 5.00 p.m. on 2 May 2018 will be registered to determine shareholders' entitlement to the proposed first and final dividend. Shareholders whose securities accounts with The Central Depository (Pte) Limited ("CDP") are credited with shares at 5.00 p.m. on 2 May 2018 will be entitled to the proposed first and final dividend.

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

No applicable.

- 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 does not have a general mandate from shareholders for IPTs.

**PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT**

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

Geographical Segment	Russia		Ukraine		Kazakhstan and CIS Markets		Indo China		Other Markets		Elimination		Per consolidated financial statements	
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
	US\$'000		US\$'000		US\$'000		US\$'000		US\$'000		US\$'000		US\$'000	
<b>Revenue</b>														
Sales to external customers	116,702	107,938	21,844	23,480	35,067	27,170	37,898	40,092	57,939	43,530	-	-	269,450	242,210
Inter-segment sales	791	261	-	-	-	-	-	-	84,087	85,405	(84,878)	(85,666)	-	-
Total Revenue	117,493	108,199	21,844	23,480	35,067	27,170	37,898	40,092	142,026	128,935	(84,878)	(85,666)	269,450	242,210
<b>Results :</b>														
Segment results	21,428	15,200	1,593	2,394	3,653	229	741	2,006	23,738	21,305	(13,195)	(14,887)	37,958	26,247
Interest income													329	251
Interest expenses													(1,229)	(1,172)
Share of loss of associates													(4,489)	(697)
Income tax expenses													(4,659)	(3,642)
Non-controlling interest													838	705
Depreciation for property, plant and equipment													(5,299)	(5,204)
Depreciation for investment properties													(163)	(163)
Impairment of goodwill													(99)	-
Impairment of loan to associates													(3,600)	-
Impairment of an associate													(4,281)	-
Other non-cash expenses													(1,169)	(1,805)
Profit attributable to equity shareholders of the Company													14,137	14,520
<b>Assets and liabilities</b>														
Segment assets	54,891	54,515	13,473	13,027	7,152	4,336	14,076	9,260	157,653	147,514	-	-	247,245	228,652
Investment in associates	9,744	6,033	-	-	-	-	-	-	2,850	9,265	-	-	12,594	15,298
Additions to non-current assets	499	465	130	132	48	26	314	939	5,065	2,276	-	-	6,056	3,838
Segment liabilities	(12,700)	(12,383)	(1,218)	(1,353)	(824)	(515)	(4,634)	(4,054)	(60,439)	(56,491)	-	-	(79,815)	(74,796)

**Information by products**

Segment revenue information from external customers based on the different product	Group	
	2017	2016
	(US\$'000)	(US\$'000)
Beverages	233,269	216,365
Others	17,176	15,374
Ingredients	19,005	10,471
	269,450	242,210

**15. Confirmation by the Company in compliance with Rule 720(1) of the SGX-ST Listing Manual**

The Company has procured the undertakings (in the format set out in Appendix 7.7) from all its Directors and Executive Officers.

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

Please refer to paragraph 8.

**17. A breakdown of sales.**

	Group		Increase/ (Decrease) %
	31-Dec-17 US\$'000	31-Dec-16 US\$'000	
Revenue reported for first half year	125,248	103,896	20.6%
Operating profit after tax before deducting minority interests reported for first half financial year	9,313	5,540	68.1%
Revenue reported for second half year	144,202	138,314	4.3%
Operating profit after tax before deducting minority interests reported for second half financial year	3,986	8,275	-51.8%

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

Total Annual Dividend

	Latest Full Year (US\$'000) FY2017*	Previous Full Year (US\$'000) FY2016
Ordinary	2,376	2,312
Special	-	-
Total:	2,376	2,312

\*Amounts are translated into United States Dollars ("US\$") at the exchange rate of S\$1.3483 to US\$1.00

- 19. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(13) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.**

Pursuant to Rule 704(13) of the Listing Manual of the Singapore Exchange Securities Trading Limited, we confirm that there are no persons occupying managerial positions in the Company or any of its principal subsidiaries who are relatives of a director or chief executive officer or substantial shareholder of the Company.

On behalf of the Board of Directors

Tan Wang Cheow  
Director

Sudeep Nair  
Director

**BY ORDER OF THE BOARD**

**Tan Cher Liang**  
**Company Secretary**  
**28 February 2018**