

**BONVESTS HOLDINGS LIMITED AND ITS SUBSIDIARIES**

Company Registration No. 196900282M

Unaudited Financial Statements for the Year Ended 31 December 2017

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

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

	Group Year Ended		Increase/ (Decrease)
	31/12/2017	31/12/2016	
	S\$'000	S\$'000	%
Revenue	218,812	220,626	(0.8)
Other income including interest income (Note 1a(i))	11,427	54,477	(79.0)
Changes in inventories of finished goods	(439)	137	Nm
Materials and consumables used	(17,300)	(17,749)	(2.5)
Employee benefit costs	(81,134)	(81,220)	(0.1)
Depreciation and amortisation expenses	(22,621)	(23,197)	(2.5)
Other operating expenses (Note 1a(i))	<u>(84,659)</u>	<u>(82,834)</u>	2.2
Profit from operations	24,086	70,240	(65.7)
Finance costs (Note 1a(ii))	<u>(4,972)</u>	<u>(5,593)</u>	(11.1)
Profit before taxation	19,114	64,647	(70.4)
Taxation (Note 1a(iv))	<u>(4,909)</u>	<u>(8,437)</u>	(41.8)
Net profit for the year	<u>14,205</u>	<u>56,210</u>	(74.7)
Attributable to:			
Equity holders of the Company	13,217	54,907	(75.9)
Non-controlling interests	988	1,303	(24.2)
Net profit for the year	<u>14,205</u>	<u>56,210</u>	(74.7)
Earnings per share			
Basic earnings per share (cents)	3.288	13.654	
Diluted earnings per share (cents)	3.288	13.654	

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

	Group Year Ended		Increase/ (Decrease) %
	<u>31/12/2017</u> S\$'000	<u>31/12/2016</u> S\$'000	
Net profit for the year	14,205	56,210	(74.7)
Other comprehensive (loss)/income after tax :			
<i>Items that may be reclassified subsequently to profit or loss :</i>			
Currency translation differences on foreign operations (Note 1a(v))	(23,296)	4,208	Nm
Available-for-sale financial assets			
- Fair value gain/(loss)	1,151	(6,093)	Nm
- Reclassification to profit or loss upon derecognition of available-for-sale financial assets	-	(18,157)	Nm
Cash flow hedges			
- Fair value gain/(loss)	44	(84)	Nm
Remeasurement of retirement benefits	(223)	-	Nm
Other comprehensive loss for the year, net of tax	<u>(22,324)</u>	<u>(20,126)</u>	10.9
Total comprehensive loss for the year	<u><u>(8,119)</u></u>	<u><u>36,084</u></u>	Nm
Total comprehensive (loss)/income attributable to:			
Equity holders of the Company	(9,091)	34,824	Nm
Non-controlling interests	972	1,260	(22.8)
Total comprehensive (loss)/income for the year	<u><u>(8,119)</u></u>	<u><u>36,084</u></u>	Nm

Nm denotes Not meaningful

Explanatory Notes

Note 1a(i) Included in "Other income including interest income" and "Other operating expenses" are the following items:

	Group Year Ended	
	<u>31/12/2017</u> S\$'000	<u>31/12/2016</u> S\$'000
after crediting (other income including interest income):		
Interest income	327	352
Fair value gain on financial assets, at fair value through profit or loss	1,114	749
Gain on disposal of investment properties	-	19,373
Gain on disposal of available-for-sale financial assets	-	30,087
Foreign exchange gain (Note 1a(iii))	753	-
Fair value gain on investment properties	6,119	-

	Group	
	Year Ended	
	31/12/2017	31/12/2016
	S\$'000	S\$'000
after debiting (other operating expenses):		
Loss on disposal of property, plant and equipment	113	269
Property, plant and equipment written off	587	600
Allowance for impairment of fixed assets	4,652	-
Foreign exchange loss (Note 1a(iii))	-	2,497
Goodwill written off	7,336	4,197
Fair value loss on investment properties	432	1,962

Note 1a(ii) Finance costs for the year ended 31 December 2017 decreased mainly due to lower borrowings as compared to the corresponding year ended 31 December 2016.

Note 1a(iii) Foreign exchange gain for the year ended 31 December 2017 was due mainly to appreciation of Singapore Dollar against the United States Dollar.

Note 1a(iv) The tax charge can be analysed as follows:

	Group	
	Year Ended	
	31/12/2017	31/12/2016
	S\$'000	S\$'000
Current taxation charge	6,794	6,974
Deferred taxation (credit)/charge recognised	(1,291)	715
(Over)/under provision in prior years	(594)	748
	<u>4,909</u>	<u>8,437</u>

Note 1a(v) Currency translation differences on foreign operations was due mainly to appreciation of Singapore Dollar against the United States Dollar.

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.

	Note	Group			Company	
		31/12/2017	31/12/2016	1/1/2016	31/12/2017	31/12/2016
		S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
		Restated	Restated			
Non-current assets						
Investment properties	A	506,218	500,103	547,522	-	-
Property, plant and equipment	B	571,003	518,950	483,592	459	620
Subsidiaries		-	-	-	682,604	621,052
Available-for-sale financial assets	C	10,938	3,108	44,516	-	-
Club memberships		21	131	131	21	131
Intangible assets	D	10,739	18,140	21,793	-	-
Rental lease receivables		254	489	787	-	-
Long-term prepayments	E	18,743	50,500	43,563	-	-
Deferred income tax assets		30	1,088	2,575	-	-
		<u>1,117,946</u>	<u>1,092,509</u>	<u>1,144,479</u>	<u>683,084</u>	<u>621,803</u>
Current assets						
Inventories		3,928	4,353	4,250	-	-
Financial assets, at fair value through profit or loss		5,419	5,415	4,666	-	-
Trade and other receivables	F	37,966	28,833	30,869	117	117
Advances to subsidiaries (non-trade)		-	-	-	17,984	15,155
Cash and cash equivalents	refer to 1(c) H	28,626	94,256	31,182	1,903	68,036
		<u>75,939</u>	<u>132,857</u>	<u>70,967</u>	<u>20,004</u>	<u>83,308</u>

	<u>Note</u>	<u>31/12/2017</u>	<u>Group</u>	<u>1/1/2016</u>	<u>Company</u>	<u>31/12/2016</u>
		<u>S\$'000</u>	<u>31/12/2016</u>	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>
			<u>Restated</u>	<u>Restated</u>		
Non-current assets classified as held for sale		198	225	256	-	-
Total assets		1,194,083	1,225,591	1,215,702	703,088	705,111
Equity attributable to equity holders of the Company						
Share capital		254,139	254,139	254,139	254,139	254,139
Retained profits	refer to 1(d)(i)	722,320	720,073	663,867	69,907	66,551
Other reserves	refer to 1(d)(i)	(94,576)	(72,491)	(44,060)	-	-
		881,883	901,721	873,946	324,046	320,690
Non-controlling interests	refer to 1(d)(i)	8,237	7,572	6,683	-	-
Total equity		890,120	909,293	880,629	324,046	320,690
Non-current liabilities						
Long-term borrowings and obligations under finance leases - secured	G	133,616	120,414	62,928	85,000	60,000
Long-term liabilities		23,549	21,686	14,148	-	-
Derivative financial instruments		9	92	66	-	-
Deferred income tax liabilities		18,311	21,150	21,864	-	-
		175,485	163,342	99,006	85,000	60,000
Current liabilities						
Trade and other payables		39,367	44,982	50,272	1,020	992
Derivative financial instruments		128	89	31	-	-
Current tax payables		7,349	7,907	6,261	167	180
Short-term borrowings and obligations under finance leases - secured	G	81,634	99,978	179,503	46,075	77,504
Advances from subsidiaries (non-trade)		-	-	-	246,780	245,745
	H	128,478	152,956	236,067	294,042	324,421
Total equity and liabilities		1,194,083	1,225,591	1,215,702	703,088	705,111

The material variances noted from the statement of financial position items as at 31 December 2017 as compared with those of 31 December 2016 are explained as follows:

- (A) "Investment properties" increased due mainly to fair value gain on investment properties of S\$6.1 million.
- (B) "Property, plant and equipment" increased due mainly to additional development cost for the hotel in Bintan, the second hotel in Maldives and the hotel in Douz, Tunisia; partially offset by depreciation charge and foreign currency translation differences.
- (C) "Available-for-sale financial assets" increased due mainly to additional investment in available-for-sale financial assets and fair value gain based on market value of quoted equities.
- (D) "Intangible assets" decreased due to the write down of the goodwill in respect of the acquisition of Four Points by Sheraton Perth.
- (E) "Long-term prepayments" decreased due mainly to lower advances paid to contractors as the hotels construction in Bintan and second hotel in Maldives are nearer towards completion. The hotel in Bintan is scheduled for operational completion in 1Q2018 and and the second hotel in Maldives is scheduled for operational completion in 3Q2018.
- (F) "Trade and other receivables" increased due mainly to timing of receipts of a fund remittance in transit for the Hotel Division.
- (G) Long-term borrowings increased due mainly to the re-classification of bank borrowings from Short-term borrowings upon renewal of certain bank borrowings. The decrease in Short-term borrowings was also due to repayments made in FY2017.

(H) Notwithstanding the Group and the Company having negative working capital as at 31 December 2017, the Group and the Company manage liquidity risk by ensuring there are sufficient cash and marketable securities to meet all normal operating commitments on a timely and cost-effective manner. This is done through management of cashflow from operating activities, having adequate amount of credit facilities and the ability to close market positions at short notice.

1(b)(ii) Aggregate amount of group's borrowings, debt securities and obligations under finance lease.

	Group			
	As At 31/12/2017		As At 31/12/2016	
	Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
Amount repayable in one year or less, or on demand	81,634	-	99,978	-
Amount repayable after one year	133,616	-	120,414	-

Details of collaterals

The collaterals for the group's secured borrowings as at 31 December 2017 are as follows :

- Freehold properties, equipment and business of a foreign subsidiary
- First legal mortgage, rental proceeds, interests in tenancy agreements and insurance policies of the investment property at 541 Orchard Road, Singapore
- First legal mortgage, rental proceeds, interests in tenancy agreements, interests in hotel management agreements and insurance policies of the hotel at 39 Scotts Road, Singapore
- First legal mortgage, rental proceeds, interests in tenancy agreements, interests in hotel management agreements and insurance policies of the hotel at 707 Wellington Street, Perth WA 6000, Australia

The collateral for the group's finance lease as at 31 December 2017 is a vehicle of a foreign subsidiary.

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

Consolidated Statement of Cash Flows

	Group	
	Year Ended	
	31/12/2017 S\$'000	31/12/2016 S\$'000
Cash Flows from Operating Activities		
Profit before taxation	19,114	64,647
Adjustments for:		
Depreciation of property, plant and equipment	22,621	23,197
Dividend income	(113)	(73)
Interest income	(327)	(352)
Net loss on disposal of property, plant and equipment	113	269
Property, plant and equipment written off	587	600
Net fair value gain on financial assets at fair value through profit or loss	(1,114)	(749)
Interest expense	4,972	5,593
Goodwill written off	7,336	4,197
Gain on disposal of available-for-sale financial assets	-	(30,087)
Gain on disposal of investment property	-	(19,373)
Loss on disposal of club membership	92	-
Replaced components of improvements to investment properties written off	72	87
Write back of allowance for obsolete inventories	-	(19)
Allowance for impairment loss on property, plant and equipment	4,652	-
Net fair value (gain)/loss on investment properties	(5,687)	1,962
Operating profit before working capital changes	52,318	49,899
Decrease/(Increase) in inventories	426	(84)
(Increase)/Decrease in operating receivables	(10,646)	3,708
Increase in operating payables	876	2,272
Cash generated from operations	42,974	55,795
Income tax paid	(8,536)	(6,865)
Net cash generated from operating activities	34,438	48,930

Consolidated Statement of Cash Flows

	Group	
	Year Ended	
	31/12/2017	31/12/2016
	S\$'000	S\$'000
Cash Flows from Investing Activities		
Purchase of property, plant and equipment	(45,023)	(27,509)
Payment for long-term prepayment	(28,875)	(19,906)
Payment for advance rent lease	(675)	(1,270)
Additions to investment properties	(2,305)	(448)
Purchase of investment properties	-	(15,449)
Purchase of available-for-sale financial assets	(6,679)	-
Proceeds from disposal of available-for-sale financial assets	-	47,245
Proceeds from disposal of financial assets, at fair value through profit or loss	1,109	-
Proceeds from disposal of investment property	-	65,493
Proceeds from disposal of property, plant and equipment	460	166
Proceeds from disposal of club membership	18	-
Additional acquisition of shares in a subsidiary	-	(555)
Investment income		
- Interest received	327	352
- Dividends received	113	73
Net cash (used in)/generated from investing activities	(81,530)	48,192
Cash Flows from Financing Activities		
Proceeds from bank borrowings	41,654	79,816
Repayment of bank borrowings	(43,628)	(99,329)
Payment of finance lease	(9)	(2,594)
Repurchase of shares	(293)	(119)
Interest paid	(4,972)	(5,593)
Dividends paid		
- by the Company to its equity holders	(10,454)	(6,435)
- by subsidiaries to non-controlling interests	(307)	(154)
Net cash used in financing activities	(18,009)	(34,408)
Net (decrease)/increase in cash and cash equivalents	(65,101)	62,714
Effect of foreign exchange rate changes	(989)	664
Cash and cash equivalents at beginning	94,129	30,751
Cash and cash equivalents at end (Note A)	28,039	94,129

Note A**Cash and cash equivalents**

	Group	
	Year Ended	
	31/12/2017	31/12/2016
	S\$'000	S\$'000
Cash and cash equivalents comprise:		
Cash and bank balances	18,019	20,700
Fixed deposits	10,607	73,556
Less:		
Bank overdrafts	(587)	(127)
	28,039	94,129

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.

Statement of Changes in Equity

The Group

	Attributable to equity holders of the Company								Non-controlling interests	Total equity
	Share capital	Retained profits	Revaluation surplus reserve	Fair value reserve	Currency translation reserve	Premium paid on acquisition of non-controlling interests	Hedging reserve	Total		
	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>
Balance at 1 January 2017	254,139	720,073	5,730	(178)	(40,255)	(37,607)	(181)	901,721	7,572	909,293
Changes in equity for the year										
Dividend paid	-	(10,454)	-	-	-	-	-	(10,454)	(307)	(10,761)
Total comprehensive income/(loss) for the year	-	12,994	-	1,151	(23,280)	-	44	(9,091)	972	(8,119)
Purchase and cancellation of shares	-	(293)	-	-	-	-	-	(293)	-	(293)
Balance at 31 December 2017	254,139	722,320	5,730	973	(63,535)	(37,607)	(137)	881,883	8,237	890,120
Balance at 1 January 2016	254,139	663,867	13,583	24,072	(44,506)	(37,112)	(97)	873,946	6,683	880,629
Changes in equity for the year										
Dividend paid	-	(6,435)	-	-	-	-	-	(6,435)	(154)	(6,589)
Total comprehensive income/(loss) for the year	-	54,907	-	(24,250)	4,251	-	(84)	34,824	1,260	36,084
Change in interest in a subsidiary	-	-	-	-	-	(495)	-	(495)	(217)	(712)
Purchase and cancellation of shares	-	(119)	-	-	-	-	-	(119)	-	(119)
Transfer from reserve	-	7,853	(7,853)	-	-	-	-	-	-	-
Balance at 31 December 2016	254,139	720,073	5,730	(178)	(40,255)	(37,607)	(181)	901,721	7,572	909,293

The Company

	Share capital	Retained profits	Total equity
	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>
Balance at 1 January 2017	254,139	66,551	320,690
Changes in equity for the year			
Dividend paid	-	(10,454)	(10,454)
Total comprehensive income/(loss) for the year	-	14,103	14,103
Purchase and cancellation of shares	-	(293)	(293)
Balance at 31 December 2017	254,139	69,907	324,046
Balance at 1 January 2016	254,139	55,194	309,333
Changes in equity for the year			
Dividend paid	-	(6,434)	(6,434)
Total comprehensive income/(loss) for the year	-	17,910	17,910
Purchase and cancellation of shares	-	(119)	(119)
Balance at 31 December 2016	254,139	66,551	320,690

- 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 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.**

There has been no change in the Company's share capital since the end of the previous period reported on.

The Company has no treasury shares and no outstanding options 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.

- 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.**

There were no treasury shares as at 31 December 2017 and 31 December 2016. The total number of issued shares as at 31 December 2017 was 401,844,568 (31 December 2016: 402,069,168).

- 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.**

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.

- 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.**

Except as disclosed in paragraph 5 below, the same accounting policies and methods of computation as in the most recently audited annual financial statements have been applied.

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

The Group adopted the new/revised FRS and Interpretations of FRS ("INT FRS") relevant to its operations and effective for annual periods beginning on or after 1 January 2017. The adoption of new/revised FRS and INT FRS did not result in any substantial changes to the Group's accounting policies nor had any significant impact on the Group's financial statements.

In conjunction with the purchase price allocation for the acquisition of a subsidiary in Australia in the financial year ended 31 December 2015, management noted that deferred tax liabilities had not been provided on temporary differences between the fair value and the tax bases of the identifiable assets acquired and liabilities assumed.

FRS 12 Income Taxes requires an entity to recognise the resulting deferred tax liability with a corresponding effect on the determination of the amount of goodwill recognised. Hence, the deferred tax liability of S\$13.6 million and the corresponding goodwill on acquisition of S\$13.6 million have been retrospectively adjusted in the financial statements for the financial year ended 31 December 2015. The effect of the restatement on the financial statements is summarised below.

	Effect on 31/12/2016 S\$'000	Effect on 31/12/2015 S\$'000
Increase in non-current assets - goodwill	13,801	13,641
Increase in non-current liabilities - deferred tax liabilities	13,801	13,641

- 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	
	Year Ended 31/12/2017	Year Ended 31/12/2016
Earnings per ordinary share after deducting any provision for preference dividends:		
Based on weighted average number of ordinary shares in issue (cents)	3.288	13.654
On a fully diluted basis (cents)	3.288	13.654

As at 31 December 2017, there was no outstanding share options.

The basic and diluted earnings per ordinary share for the year ended 31 December 2017 and 31 December 2016 has been calculated based on the Group's profit attributable to ordinary shareholders divided by the weighted average number of ordinary shares of 401,983,854 and 402,131,085 in issue respectively during the financial period.

- 7 **Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the: (a) current financial period reported on; and (b) immediately preceding financial year.**

	Group		Company	
	31/12/2017	31/12/2016	31/12/2017	31/12/2016
Net asset value per ordinary share (S\$)	2.19	2.24	0.81	0.80

The net asset values per ordinary share as at 31 December 2017 and 31 December 2016 were calculated based on the number of issued shares (excluding treasury shares) of the Company at those dates of 401,844,568 and 402,069,168 ordinary shares respectively.

- 8 **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following: (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

Segment Revenue	Group Year Ended		Increase/ (Decrease) %
	31/12/2017 S\$'000	31/12/2016 S\$'000	
Property - Rental	24,428	27,206	(10.2)
Hotel	123,888	123,593	0.2
Industrial	68,936	68,809	0.2
Investment	113	73	54.8
Others	1,447	945	53.1
Total	218,812	220,626	(0.8)
Segment result	Group Year Ended		Increase/ (Decrease) %
	31/12/2017 S\$'000	31/12/2016 S\$'000	
Property - Rental	17,444	19,448	(10.3)
Hotel	25,581	21,595	18.5
Industrial	8,439	10,326	(18.3)
Investment	1,215	30,852	(96.1)
Property - Development	(8)	(8)	-
Others ⁽¹⁾	10	(2,342)	Nm
Finance costs	52,681	79,871	(34.0)
Depreciation and amortisation expenses	(4,972)	(5,593)	(11.1)
Gain on disposal of investment properties	(22,621)	(23,197)	(2.5)
Goodwill written off	-	19,373	Nm
Goodwill written off	(7,336)	(4,197)	74.8
Fair value gain/ (loss) on investment properties	(7,336)	(4,197)	74.8
Fair value gain/ (loss) on investment properties	5,687	(1,962)	Nm
Allowance for impairment of fixed assets	(4,652)	-	Nm
Interest income	327	352	(7.1)
Profit before taxation	19,114	64,647	(70.4)

Nm denotes Not meaningful

¹ Others include Corporate expenses.

FULL YEAR 2017 ANNOUNCEMENT

Overall Performance of the Group

The revenue of the Group for the year ended 31 December 2017 ('FY2017') of S\$218.812 million decreased by 0.8% from S\$220.626 million for the year ended 31 December 2016 ('FY2016'). This was due mainly to lower revenue from the Property - Rental Division.

Profit before taxation for FY2017 of S\$19.114 million decreased by 70.4% from FY2016 of S\$64.647 million. This was mainly due to the absence of gain on disposal of available-for-sale financial assets (S\$30.087 million) and gain from disposal of investment properties (S\$19.373 million).

Property - Rental Division

Revenue for the Property - Rental Division of S\$24.428 million for FY2017 decreased by 10.2% from S\$27.206 million for FY2016 due mainly to absence of rental income from certain investment properties that were divested in FY2016.

Accordingly, segment profit of S\$17.444 million for FY2017 decreased by 10.3% from S\$19.448 million for FY2016.

Hotel Division

Revenue for the Hotel Division of S\$123.888 million for FY2017 increased by 0.2% from S\$123.593 million for FY2016 due mainly to higher revenue from the hotels in Mauritius, Tunis, and Zanzibar, partially offset by lower revenue from the hotels in Australia, Maldives and Singapore.

Segment profit of S\$25.581 million for FY2017 increased by 18.5% from S\$21.595 million for FY2016 due mainly to higher contribution from hotels in Singapore, Tunis, and Mauritius, partially offset by the lower contribution from the hotel in Australia.

Industrial Division

Revenue for the Industrial Division of S\$68.936 million for FY2017 increased by 0.2% from S\$68.809 million for FY2016 due mainly to new contracts secured.

Segment profit of S\$8.439 million for FY2017 decreased by 18.3% from S\$10.326 million for FY2016 mainly due to the lower government grants as well as higher wage related costs.

Investment Division

Revenue for the Investment Division of S\$0.113 million for FY2017 increased by 54.8% from S\$0.073 million for FY2016 mainly due to higher dividend income received.

Segment profit of S\$1.215 million for FY2017 decreased by 96.1% from S\$30.852 million for FY2016 due mainly to absence of gain from disposal of available-for-sale financial assets of S\$30.087 million, partially offset by fair value gain from the financial assets at fair value through profit or loss in FY2017.

Property - Development Division

Since 2008, the Group has not embarked on any new property development project.

Statement of Cash Flows

Year Ended 2017

Net decrease in cash and cash equivalents of S\$65.101 million was due to net cash used in investing activities of S\$81.530 million and net cash used in financing activities of S\$18.009 million, partially offset by cash generated from operating activities of S\$34.438 million. For details, please refer to Part 1(c).

Net cash generated from operating activities was due mainly to positive cash flow generated from business operations.

Net cash used in investing activities was due mainly to purchase of property, plant and equipment for the development of hotel in Bintan, the second hotel in Maldives and the hotel in Douz, Tunisia.

Net cash used in financing activities was mainly due to payment of dividend and payment of interest on bank borrowings.

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.**

The Property - Rental Division is expected to remain stable as the rental market in Singapore will remain stable with steady occupancy rate.

The market conditions in the countries in which the Hotel Division operates are expected to remain challenging amid geo-political developments in many places around the world. The hotel in Bintan has commenced operations on 8 February 2018. Construction for the Group's second hotel in Maldives and the hotel in Douz, Tunisia are ongoing and barring any unforeseen circumstances, the Group's second hotel in Maldives is scheduled for operational completion in 3Q2018 and the hotel in Douz, Tunisia is scheduled for operational completion in 1Q2019.

The Industrial Division will continue to optimise its operating resources and be prudent in its cost management to remain competitive.

The Investment Division's performance will continue to be affected by volatility of the various stock markets.

The Property Development Division will continue to have no revenue contribution.

Note 10a The above note contains forward looking statements that involve a fair amount of uncertainties pertaining to future operating conditions. Actual future performance may differ from those views expressed as a result of a number of uncertainties and assumptions such as the general economy and industry conditions, level of market competition and shift in supply or demand patterns. You are cautioned not to place undue reliance on these forward looking statements, which are based on current view of management on future events.

11 **Dividend**

(a) **Current Financial Period Reported On**

Any dividend declared for the current financial period reported on? Yes.

Name of Dividend	Final
Dividend Type	Cash
Dividend Amount per Share (in cents)	1.60 cents 1-tier tax exempt

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

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

Name of Dividend	Final	Special Dividend
Dividend Type	Cash	Cash
Dividend Amount per Share (in cents)	1.60 cents 1-tier tax exempt	1.00 cent 1-tier tax exempt

(c) **Date payable**

Subject to shareholders' approval at the Annual General Meeting to be held on 25 April 2018, the proposed Final dividend will be paid on 23 May 2018.

(d) **Books closure date**

Notice is hereby given that subject to the approval of shareholders at the forthcoming Annual General Meeting, the Share Transfer Books and Register of Members of the Company will be closed on 8 May 2018 after 5:00 p.m., for the purpose of determining shareholders' entitlements to the proposed final dividend. Duly completed transfers received by the Company's Share Registrar, KCK CorpServe Pte. Ltd. at 333 North Bridge Road, #08-00 KH KEA Building, Singapore 188721 up to 5.00 p.m. on 8 May 2018 will be registered before entitlements to the proposed dividends are determined. Shareholders whose securities accounts with The Central Depository (Pte) Limited are credited with shares in the Company as at 5:00 p.m. on 8 May 2018 will be entitled to such proposed dividends.

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

Not applicable.

13 **If no IPT mandate has been obtained, a statement to that effect**

Bonvests Holdings Limited has not obtained a general mandate from shareholders.

Part II ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

(This part is not applicable to Q1, Q2, Q3 or Half Year Results)

- 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**

Segmented revenue and results for business

Group	External	Inter-segment	Total	Segment	Segment	Segment
2017	Revenue	Revenue	Revenue	Results	Assets	Liabilities
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Property - Rental	24,428	149	24,577	17,444	523,043	7,818
Hotel	123,888	1,612	125,500	25,581	598,970	130,815
Industrial	68,936	1,119	70,055	8,439	47,651	7,350
Investment	113	-	113	1,215	16,432	18
Property - Development	-	-	-	(8)	12	6
Others	1,447	1,108	2,555	10	3,598	132,296
	<u>218,812</u>	<u>3,988</u>	<u>222,800</u>	<u>52,681</u>	<u>1,189,706</u>	<u>278,303</u>
Finance costs				(4,972)		
Depreciation and amortisation expenses				(22,621)		
Gain on revaluation of investment properties				5,687		
Goodwill written off				(7,336)		
Allowance for impairment of fixed assets				(4,652)		
Interest income				327		
Taxation				(4,909)		
Profit from ordinary activities				<u>14,205</u>		
Non-controlling interests				(988)		
Profit for the year				<u>13,217</u>		
Unallocated corporate assets						
Other assets					4,377	
Unallocated corporate liabilities						
Other liabilities						25,660
					<u>1,194,083</u>	<u>303,963</u>
Group	External	Inter-segment	Total	Segment	Segment	Segment
2016	Revenue	Revenue	Revenue	Results	Assets	Liabilities
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
					Restated	Restated
Property - Rental	27,206	182	27,388	19,448	517,322	8,305
Hotel	123,593	1,405	124,998	21,595	578,326	144,953
Industrial	68,809	1,068	69,877	10,326	44,115	6,907
Investment	73	-	73	30,852	8,599	341
Property - Development	-	-	-	(8)	15	8
Others	945	1,192	2,137	(2,342)	69,965	138,663
	<u>220,626</u>	<u>3,847</u>	<u>224,473</u>	<u>79,871</u>	<u>1,218,342</u>	<u>299,177</u>

Group 2016	External Revenue	Inter-segment Revenue	Total Revenue	Segment Results	Segment Assets	Segment Liabilities
	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>
					<u>Restated</u>	<u>Restated</u>
Finance costs				(5,593)		
Depreciation and amortisation expenses				(23,197)		
Gain on sale of investment properties				19,373		
Loss on revaluation of investment properties				(1,962)		
Goodwill written off				(4,197)		
Interest income				352		
Taxation				(8,437)		
Profit from ordinary activities				56,210		
Non-controlling interests				(1,303)		
Profit for the year				54,907		
Unallocated corporate assets						
Other assets					7,249	
Unallocated corporate liabilities						
Other liabilities						17,121
					<u>1,225,591</u>	<u>316,298</u>

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

The factors leading to material changes in contributions to turnover and earnings by business segments have been elaborated in Note 8.

16 **A breakdown of sales**

	Group	Increase/ (Decrease)
	2017 S\$'000	2016 S\$'000
		%
(a) Sales reported for first half year	105,036	109,903 (4.4)
(b) Operating profit after tax before deducting minority interest reported for first half year	14,486	15,371 (5.8)
(c) Sales reported for second half year	113,776	110,723 2.8
(d) Operating profit after tax before deducting minority interest reported for second half year	(281)	40,839 Nm

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

	2017 S\$'000	2016 S\$'000
Ordinary - final (1-tier tax exempt)	6,430	6,433
Special (1-tier tax exempt)	-	4,021
Total	6,430	10,454

Subject to the approval of shareholders at the forthcoming Annual General Meeting, the Directors propose a final (1-tier tax exempt) dividend of 1.60 cents per ordinary share to be paid on 23 May 2018.

18 **Confirmation of procurement of undertakings from all directors and executives officers**

The Company confirms that it has procured the Undertakings from all its Directors and Executive Officers in the format set out in Appendix 7.7 under Rule 720(1) of the Listing Manual.

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.

Name	Family relationship with any director and/or substantial shareholder	Current position and duties and the year the position was held	Details of changes in duties and position held, if any, during the year																																				
Henry Ngo Age: 67	Brother of Messrs James Sookanan, Patrick Tse and Wilfred Hsieh, substantial shareholders of Bonvests Holdings Limited via the holding company, Goldvein Holdings Pte Ltd. Father of Gary Xie Guojun, Executive Director of Bonvests Holdings Limited. Father of Andy Xie Guoyuan, Executive Director of Bonvests Holdings Limited. Father of Lydia Tjhia Lie Tian, Director of Property Management of Bonvests Holdings Limited.	Chairman/Managing Director of Bonvests Holdings Limited with effect from 25 March 1983. Managing and oversees the group of companies.	N/A																																				
Andy Xie Guoyuan Age: 40	Son of Henry Ngo, Chairman/Managing Director of Bonvests Holdings Limited and Director of Colex Holdings Limited. Brother of Gary Xie Guojun, Executive Director of Bonvests Holdings Limited. Brother of Lydia Tjhia Lie Tian, Director of Property Management of Bonvests Holdings Limited. Brother of Alexys Tjhia Lie Ting, Business Development Executive of Bonvests Holdings Limited.	Executive Director of Bonvests Holdings Limited with effect from 1 June 2016. Responsibilities include project development and implementation of new hotel projects; direct business development activities and conduct market research; identify technology needs, recommend technical acquisitions and develop guidelines, standards and procedures. <table border="1" data-bbox="1451 993 2576 1299"> <thead> <tr> <th>Name of Company</th> <th>Position Held</th> <th>Date of Appointment</th> </tr> </thead> <tbody> <tr><td>Goldvein Pte Ltd</td><td>Director</td><td>07.08.2007</td></tr> <tr><td>Bonaventure (Maldives) Pvt Ltd</td><td>Director</td><td>08.05.2008</td></tr> <tr><td>Hotel & Property Development (Kendwa) Ltd</td><td>Director</td><td>02.10.2008</td></tr> <tr><td>P.T. Bintan Golden Land</td><td>Director</td><td>05.07.2008</td></tr> <tr><td>P. T. Bintan Vista</td><td>Director</td><td>11.06.2009</td></tr> <tr><td>P.T. Bintan Golden Land</td><td>Director</td><td>11.06.2009</td></tr> <tr><td>Richvein Pte Ltd</td><td>Director</td><td>01.02.2012</td></tr> </tbody> </table> Not applicable being a Non-Executive Director of above companies.	Name of Company	Position Held	Date of Appointment	Goldvein Pte Ltd	Director	07.08.2007	Bonaventure (Maldives) Pvt Ltd	Director	08.05.2008	Hotel & Property Development (Kendwa) Ltd	Director	02.10.2008	P.T. Bintan Golden Land	Director	05.07.2008	P. T. Bintan Vista	Director	11.06.2009	P.T. Bintan Golden Land	Director	11.06.2009	Richvein Pte Ltd	Director	01.02.2012	N/A												
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Gary Xie Guojun Age: 39	Son of Henry Ngo, Chairman/Managing Director of Bonvests Holdings Limited and Director of Colex Holdings Limited. Brother of Andy Xie Guoyuan, Executive Director of Bonvests Holdings Limited. Brother of Lydia Tjhia Lie Tian, Director of Property Management of Bonvests Holdings Limited. Brother of Alexys Tjhia Lie Ting, Business Development Executive of Bonvests Holdings Limited.	Executive Director of Bonvests Holdings Limited with effect from 1 June 2010. Mr Gary Xie is responsible for the Group's overall business and financial strategy, investments and operations. He is also Director of the following companies:- <table border="1" data-bbox="1451 1539 2576 2026"> <thead> <tr> <th>Name of Company</th> <th>Position Held</th> <th>Date of Appointment</th> </tr> </thead> <tbody> <tr><td>Claridges Pte Ltd</td><td>Director</td><td>28.09.2007</td></tr> <tr><td>Henrick (Singapore) Pte Ltd</td><td>Director</td><td>28.09.2007</td></tr> <tr><td>Bonaventure (Maldives) Pvt Ltd</td><td>Director</td><td>03.04.2008</td></tr> <tr><td>Goldview Pte Ltd</td><td>Director</td><td>31.01.2008</td></tr> <tr><td>Goldprime Pte Ltd</td><td>Director</td><td>11.02.2008</td></tr> <tr><td>Goldpoint Pte Ltd</td><td>Director</td><td>19.06.2008</td></tr> <tr><td>P.T. Bintan Golden Land</td><td>Director</td><td>05.07.2008</td></tr> <tr><td>Hotel & Property Development (Kendwa) Ltd</td><td>Director</td><td>02.10.2008</td></tr> <tr><td>Cenizaro Pte Ltd</td><td>Director</td><td>05.12.2008</td></tr> <tr><td>Bonavista (Maldives) Pvt Ltd</td><td>Director</td><td>10.08.2011</td></tr> <tr><td>Goldvein Pte Ltd</td><td>Director</td><td>01.09.2012</td></tr> </tbody> </table>	Name of Company	Position Held	Date of Appointment	Claridges Pte Ltd	Director	28.09.2007	Henrick (Singapore) Pte Ltd	Director	28.09.2007	Bonaventure (Maldives) Pvt Ltd	Director	03.04.2008	Goldview Pte Ltd	Director	31.01.2008	Goldprime Pte Ltd	Director	11.02.2008	Goldpoint Pte Ltd	Director	19.06.2008	P.T. Bintan Golden Land	Director	05.07.2008	Hotel & Property Development (Kendwa) Ltd	Director	02.10.2008	Cenizaro Pte Ltd	Director	05.12.2008	Bonavista (Maldives) Pvt Ltd	Director	10.08.2011	Goldvein Pte Ltd	Director	01.09.2012	Appointed as Director of Richvein Pte Ltd on 12 January 2017.
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		<p>The Residence Hotels & Resorts Management Pte Ltd Bonvests Investments Pte Ltd Coop International Pte Ltd Juz Clean Pte Ltd Bonfresh Pte Ltd Bonswiss Pte Ltd The Residence Hotels & Resorts Pte Ltd The Residence Hotels & Resorts Management Services Singapore Tunisian Investment Company Goldvista Pte Ltd Bonaventure (Australia) Pty Ltd Singapore Tunisian Investment Company Immobiliere Bonaventure (Perth) Pty Ltd Goldvista (Perth) Pty Ltd Claridges (Perth) Pty Ltd Richvein Pte Ltd</p>	<p>Director Director Director Director Director Director Director Director Director Director Director Director Director Director Director Director Director Director</p>	<p>23.10.2012 26.06.2013 01.07.2013 14.03.2014 01.10.2014 01.10.2014 01.10.2014 01.10.2014 28.01.2015 26.02.2015 23.07.2015 10.09.2015 14.10.2015 15.10.2015 08.06.2016 12.01.2017</p>							
<p>Lydia Tjhia Lie Tian Age: 35</p>	<p>Daughter of Henry Ngo, Chairman/Managing Director of Bonvests Holdings Limited and Director of Colex Holdings Limited. Sister of Gary Xie Guojun, Executive Director of Bonvests Holdings Limited. Sister of Andy Xie Guoyuan, Executive Director of Bonvests Holdings Limited. Sister of Alexys Tjhia Lie Ting, Business Development Executive of Bonvests Holdings Limited.</p>	<p>Director of Property Management of Bonvests Holdings Limited with effect from 1 June 2010. Responsibilities include the leasing and management of properties in the Group's Property Division.</p> <table border="1"> <thead> <tr> <th>Name of Company</th> <th>Position Held</th> <th>Date of Appointment</th> </tr> </thead> <tbody> <tr> <td>The Allied Folks Pte Ltd</td> <td>Director</td> <td>23.10.2015</td> </tr> </tbody> </table>	Name of Company	Position Held	Date of Appointment	The Allied Folks Pte Ltd	Director	23.10.2015			N/A
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The Allied Folks Pte Ltd	Director	23.10.2015									
<p>Alexys Tjhia Lie Ting Age: 26</p>	<p>Daughter of Henry Ngo, Chairman/Managing Director of Bonvests Holdings Limited and Director of Colex Holdings Limited. Sister of Gary Xie Guojun, Executive Director of Bonvests Holdings Limited. Sister of Andy Xie Guoyuan, Executive Director of Bonvests Holdings Limited. Sister of Lydia Tjhia Lie Tian, Director of Property Management of Bonvests Holdings Limited.</p>	<p>Business Development Executive of Bonvests Holdings Limited with effect from 1 October 2015.</p> <table border="1"> <thead> <tr> <th>Name of Company</th> <th>Position Held</th> <th>Date of Appointment</th> </tr> </thead> <tbody> <tr> <td>The Allied Folks Pte Ltd</td> <td>Director</td> <td>17.02.2017</td> </tr> </tbody> </table>	Name of Company	Position Held	Date of Appointment	The Allied Folks Pte Ltd	Director	17.02.2017			Appointed as Director of The Allied Folks Pte Ltd on 17 February 2017.
Name of Company	Position Held	Date of Appointment									
The Allied Folks Pte Ltd	Director	17.02.2017									

The following directors have confirmed that as at 31 December 2017, there are no appointment of any relative of any Director or Chief Executive Officer or Substantial Shareholder of the issuer who are in the issuer or any of its principal subsidiaries:

Mr Tom Yee Lat Shing
Mr Chew Heng Ching
Mr Yeo Wee Kiong

BY ORDER OF THE BOARD
Foo Soon Soo
Company Secretary

27 February 2018