

NTEGRATOR INTERNATIONAL LIMITED

(Co. Regn. No: 199904281D)

FULL YEAR FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE PERIOD ENDED 31 DECEMBER 2017**PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF FULL YEAR RESULTS****1(a) A statement of comprehensive income (for the Group) together with a comparative statement for the corresponding period of the immediately preceding financial year.**

	Group		
	S\$'000		%
	FY2017	FY2016	Increase/ (Decrease)
Revenue	33,125	66,924	(50.5%)
Cost of sales			
- Equipment and consumables used	(26,174)	(54,674)	(52.1%)
- Freight charges	(65)	(247)	(73.7%)
- Commission and consultancy	(93)	(102)	(8.8%)
- Changes in inventories and contract work-in-progress	201	(140)	(243.6%)
	(26,131)	(55,163)	(52.6%)
Gross profit	6,994	11,761	(40.5%)
Other income			
- Interest income from bank deposits	17	13	30.8%
Other (losses)/ gains – net	(99)	654	(115.1%)
Expenses			
- Distribution and marketing	(160)	(135)	18.5%
- Administrative	(9,396)	(9,446)	(0.5%)
- Finance	(63)	(94)	(33.0%)
(Loss)/ profit before income tax	(2,707)	2,753	(198.3%)
Income tax credit	668	103	-
Net (loss)/ profit	(2,039)	2,856	(171.4%)
Other comprehensive (loss)/ income, net of tax:			
Items that may be reclassified subsequently to profit or loss:			
Currency translation differences arising from consolidation			
- (Losses)/ gains	(897)	244	
Total comprehensive (loss)/ income	(2,936)	3,100	
Net (loss)/ profit attributable to:			
Equity holders of the Company	(1,631)	2,544	(164.1%)
Non-controlling interests	(408)	312	(230.8%)
	(2,039)	2,856	(171.4%)

Group		
S\$'000		%
FY2017	FY2016	Increase/ (Decrease)

Total comprehensive (loss)/ income attributable to:

Equity holders of the Company	(2,528)	2,788
Non-controlling interests	(408)	312
	<u>(2,936)</u>	<u>3,100</u>

Earnings per share for (loss)/ profit attributable to equity holders of the Company (cents per share)

- Basic	(0.17)	0.30
- Diluted	(0.10)	0.16

Any discrepancies in the tables included in this announcement between the total sums of amounts listed and the totals shown are due to rounding. Accordingly, figures shown as totals in certain tables may not be an arithmetic aggregation of the figures which precede them.

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	
	31/12/2017	31/12/2016	31/12/2017	31/12/2016
	S\$'000	S\$'000	S\$'000	S\$'000
ASSETS				
Current assets				
Cash and cash equivalents	7,371	15,570	56	621
Trade and other receivables	42,795	47,655	6,955	5,765
Inventories	348	363	-	-
	50,514	63,588	7,011	6,386
Non-current assets				
Investments in subsidiary corporation	-	-	18,000	18,000
Property, plant and equipment	1,881	1,539	-	-
Deferred income tax asset	771	408	-	-
	2,652	1,947	18,000	18,000
Total assets	53,166	65,535	25,011	24,386
LIABILITIES				
Current liabilities				
Trade and other payables	13,864	28,695	389	420
Borrowings	20,237	15,224	-	-
Income tax liabilities	-	206	-	-
	34,101	44,125	389	420
Non-current liabilities				
Borrowings	379	289	-	-
Deferred income tax liabilities	-	80	-	-
	379	369	-	-
Total liabilities	34,480	44,494	389	420
NET ASSETS	18,686	21,041	24,622	23,966
EQUITY				
Capital and reserves attributable to equity holders of the Company				
Share capital	25,794	24,201	25,794	24,201
Treasury shares	(11)	(11)	(11)	(11)
Other reserves	(680)	217	231	231
Accumulated losses	(7,042)	(4,399)	(1,392)	(455)
	18,061	20,008	24,622	23,966
Non-controlling interests	625	1,033	-	-
Total equity and non-controlling interests	18,686	21,041	24,622	23,966

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 December 2017		As at 31 December 2016	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
15,546	4,691	10,837	4,387

Amount repayable after one year

As at 31 December 2017		As at 31 December 2016	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
-	379	-	289

Details of any collateral

As at 31 December 2017, the bank loan of S\$15.5 million (31 December 2016: S\$10.8 million) was secured by way of export letter of credits of reputable banks.

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

	Group	
	S\$'000	
	FY2017	FY2016
Cash flows from operating activities		
Net (loss)/ profit	(2,039)	2,856
Adjustments for:		
- Income tax credit	(668)	(103)
- Depreciation of property, plant and equipment	652	477
- Loss on disposal of property, plant and equipment	31	27
- Finance expenses	63	94
- Gain on deconsolidation of subsidiary corporation	-	(297)
- Interest income	(17)	(13)
- Unrealised currency translation (gains)/ losses	(1,074)	377
	(3,052)	3,418
Changes in working capital:		
- Inventories	15	32
- Trade and other receivables	4,860	(24,363)
- Trade and other payables	(14,831)	21,683
Cash (used in)/ generated from operations	(13,008)	770
Interest received	17	13
Income tax paid	(24)	-
Net cash (used in)/ provided by operating activities	(13,015)	783
Cash flows from investing activities		
Additions to property, plant and equipment	(687)	(564)
Disposal to property, plant and equipment	22	6
Deconsolidation of subsidiary corporation, net of cash deconsolidated	-	(321)
Net cash used in investing activities	(665)	(879)
Cash flows from financing activities		
Dividends paid to equity holders of the company	(1,012)	-
Bank deposits discharged/ (pledged)	2,017	(2,788)
Proceeds from issuance of ordinary shares, net of issuance costs	1,594	642
Proceeds from borrowings	15,501	11,986
Repayment of borrowings	(11,141)	(7,824)
Repayment of finance lease liabilities	(195)	(157)
Interest paid	(63)	(94)
Capital contributions from non-controlling interests of a subsidiary corporation	-	230
Net cash provided by financing activities	6,701	1,995
Net (decrease)/ increase in cash and cash equivalents	(6,979)	1,899
Cash and cash equivalents		
Beginning of financial year	12,418	10,672
Effects of currency translation on cash and cash equivalents	234	(153)
End of financial year	5,673	12,418

Cash and cash equivalents comprise the following:

Cash and cash equivalents
Less: Bank deposits pledged
Less: Bank overdraft

Group	
S\$'000	
FY2017	FY2016
7,371	15,570
(771)	(2,788)
(927)	(364)
5,673	12,418

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	← Attributable to equity holders of the Company →							Total equity
	Share capital	Treasury shares	Employee share option reserve	Currency translation reserve	Accumulated losses	Total	Non-controlling interests	
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	
2017								
Beginning of financial year	24,201	(11)	231*	(14)*	(4,399)	20,008	1,033	21,041
Shares issued pursuant to exercise of warrants	1,593	-	-	-	-	1,593	-	1,593
Dividend relating to 2016 paid	-	-	-	-	(1,012)	(1,012)	-	(1,012)
Total comprehensive loss for the year	-	-	-	(897)	(1,631)	(2,528)	(408)	(2,936)
End of financial year	25,794	(11)	231*	(911)*	(7,042)	18,061	625	18,686
2016								
Beginning of financial year	23,559	(11)	231*	(258)*	(6,943)	16,578	293	16,871
Shares issued pursuant to exercise of warrants	642	-	-	-	-	642	-	642
Non-controlling interest contributions	-	-	-	-	-	-	230	230
Disposal of subsidiary corporation	-	-	-	-	-	-	198	198
Total comprehensive income for the year	-	-	-	244	2,544	2,788	312	3,100
End of financial year	24,201	(11)	231*	(14)*	(4,399)	20,008	1,033	21,041

* Not available for distribution

Company	Share capital	Treasury shares	Employee share option reserve	Accumulated losses	Equity attributable to shareholders of the Company
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
2017					
Beginning of financial year	24,201	(11)	231*	(455)	23,966
Shares issued pursuant to exercise of warrants	1,593	-	-	-	1,593
Dividend relating to 2016 paid	-	-	-	(1,012)	(1,012)
Total comprehensive income for the year	-	-	-	75	75
End of financial year	25,794	(11)	231*	(1,392)	24,622
2016					
Beginning of financial year	23,559	(11)	231*	(1,428)	22,351
Shares issued pursuant to exercise of warrants	642	-	-	-	642
Total comprehensive income for the year	-	-	-	973	973
End of financial year	24,201	(11)	231*	(455)	23,966

* Not available for distribution

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 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.

	Ordinary Shares	Share Option Scheme ("ESOS")	Warrants
Balance as at 31 December 2016	869,320,020	11,751,000	772,629,617
Exercised of Warrants W181123	159,367,240	-	(159,367,240)
Lapsed of Employee Share Options	-	(516,000)	-
Balance as at 31 December 2017	1,028,687,260	11,235,000	613,262,377

Total number of outstanding shares options are as follows:

Date of ESOS Grant	Exercise Period	Exercise Price	ESOS outstanding as at 31.12.2016	ESOS outstanding as at 31.12.2017
11.09.2006	11.09.2007 to 10.09.2017	S\$0.13	516,000	-
25.08.2008	25.08.2009 to 25.08.2019	S\$0.04	11,235,000	11,235,000

Total number of outstanding warrants are as follows:

Date of Listing	Warrants Number	Exercise Period	Exercise Price (S\$)	Warrants Outstanding
27.11.2015	W181123	27.11.2015 to 23.11.2018	0.010	613,262,377
Balance as at 31 December 2017				613,262,377

The Company did not hold any subsidiary holdings as at 31 December 2017 and 31 December 2016.

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.

	FY2017	FY2016
Beginning of financial year	869,320,020	813,264,632
Exercised of Warrants	159,367,240	56,055,388
End of financial year	1,028,687,260	869,320,020

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

Total treasury shares as at 31 December 2017 and 31 December 2016 is 251,000. There is no movement for the current financial year reported on.

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

Not applicable. The Company did not have any subsidiary holdings during and at the end of the current financial year reported on.

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

The figures have not been audited nor reviewed by 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 methods of computation in the financial statements for the current reporting financial year compared with the audited annual financial statements for the financial year ended 31 December 2016 except as described in section 5 below.

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.

On 1 January 2017, the Group adopted the new and amended FRS and Interpretations to FRS ("INT FRS") that are mandatory for application for the financial year. Changes to the Group's accounting policies have been made as required, in accordance with the transitional provisions in the respective FRS and INT FRS.

The adoption of these new and amended FRS and INT FRS did not result in substantial changes to the accounting policies of the Group and the Company and had no material effect on the amounts reported for the current or prior financial years.

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	
	FY2017	FY2016
Earnings per ordinary share of the group		
Based on weighted average number of ordinary shares on issue (cents)	(0.17)	0.30
Weighted average number of ordinary shares	984,751,259	840,047,746
Based on a fully diluted basis (cents)	(0.10)	0.16
Fully diluted number of ordinary shares	1,653,184,637	1,653,700,637
Issued share capital at the end of financial year	1,028,687,260	869,320,020

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 December 2017	31 December 2016	31 December 2017	31 December 2016
Net asset value per ordinary share based on issued share capital at the end of (cents):	1.82	2.42	2.39	2.76
No. of shares used in computation of net assets per share	1,028,687,260	869,320,020	1,028,687,260	869,320,020

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.

Group Revenue	\$'000	\$'000	%
	FY2017	FY2016	(Decrease)/ Increase
Project Sales	10,547	47,617	(77.9%)
Project Management and Maintenance Services	22,578	19,307	16.9%
Total Group	33,125	66,924	(50.5%)

Gross Profit	\$'000	\$'000	%
	FY2017	FY2016	(Decrease)
Project Sales	1,827	3,704	(50.7%)
Project Management and Maintenance Services	5,167	8,057	(35.9%)
Total Group	6,994	11,761	(40.5%)

(a) **Overview**

The Group recorded revenue of S\$33.1 million for FY2017, 50.5% lower than the previous year of S\$66.9 million. Project Sales revenue was 77.9% lower this year as compared to previous year and was the main factor in the Group's decrease in revenue. Project Sales revenue only achieved S\$10.5 million in FY2017 as compared to S\$47.6 million in FY2016. Project Management and Maintenance Services Segment recorded an increase of 16.9% in FY2017 compared to FY2016 (S\$22.6 million vs S\$19.3 million).

During the financial year, the Group faced a number of technical issues in Vietnam. These technical issues were from a single manufacturer and for a period of nearly 6 months the Group had to work with the customers and this manufacturer to determine who was at fault and whether the equipment was covered by the warranty or not. It was finally determined the equipment was covered by the warranty and all the affected equipment were replaced by the manufacturer. However, during this period, the Group's Vietnamese customers declined to sign any new contracts and therefore the Group's revenue was significantly affected. This has now been resolved and the Group has started to present sales proposals to our Vietnamese customers.

The Project Management and Maintenance Services which recorded an increase in revenue of S\$3.3 million continued to provide the Group with a steady stream of recurring income.

Overall, in FY2017 the Group incurred a net loss before Minority Interest of S\$2.0 million which is 171.4% decline, compared to net profit of S\$2.9 million in FY2016.

The Group maintains its strategy of focusing on its core businesses of Project Sales, which is underpinned by Project Management and Maintenance Services for the Vietnam, Singapore and Myanmar markets.

(b) **Revenue**

The Group posted revenue of S\$33.1 million in FY2017, representing a decrease of 50.5% or S\$33.8 million over the previous corresponding year.

Revenue derived from Project Sales Segment decreased by 77.9% or S\$37.1 million over the previous corresponding year. The decrease was due to not securing any new orders in Vietnam for the second half of the year whilst manufacturing warranties were being resolved (as mentioned above).

Revenue derived from Project Management and Maintenance Services Segment increased by 16.9% or S\$3.3 million over the previous corresponding year. Project Management and Maintenance Services remains one of the Group's core businesses.

(c) **Profitability**

The Group posted a gross profit of S\$7.0 million in FY2017 representing a decrease of 40.5% or S\$4.8 million as compared to the previous corresponding year (FY2016: S\$11.8 million).

Gross profit from Project Sales decreased by S\$1.9 million from S\$3.7 million in FY2016 to S\$1.8 million in FY2017 (50.7% drop). The decrease in gross profit for this segment was a result in the decrease in revenue.

Although revenue for Project Management and Maintenance Services Segment increased, gross profit decline by 35.9% or S\$2.9 million from S\$8.1 million in FY2016 to S\$5.2 million in FY2017.

The Group had participated in tendering for a nationwide project. As this project required fast mobilization and specialised skill, the Group decided to start recruiting prior to the start of the project in order to provide adequate training to the recruits and to ensure we meet the stringent terms of the project. This project had been delayed for almost a year resulting in inefficiencies and additional costs.

The Group maintain its strategies on focusing on core and recurring businesses.

Equipment and consumables used

Equipment and consumables costs are a function of Revenue and decreased accordingly by S\$28.5 million or 52.1% from S\$54.7 million in FY2016 to S\$26.2 million in FY2017.

Freight charges

Freight charges decreased by S\$182,000 or 73.7% from S\$247,000 in FY2016 to S\$65,000 in FY2017, which is in line with the decrease in overseas sales.

Commission and consultancy

Commission and consultancy charges decreased by S\$9,000 or 8.8% from S\$102,000 in FY2016 to S\$93,000 in FY2017. The Group's order book remains healthy (see Note 10 below) and services of external consultants were not needed as much.

Changes in inventories and contract work-in-progress

Inventories and contract work-in-progress decreased by S\$0.3 million or 243.6%.

Other income

Interest-bearing deposits with financial institutions was S\$17,000, an increase of S\$4,000 or 30.8%, compared to S\$13,000 in FY2016.

Other (losses)/ gains – net

The Group recorded other losses of S\$99,000 in FY2017 as compared to other gains of S\$654,000 in FY2016. Other losses in FY2017 was attributed to foreign currency translation and while other gains in FY2016 were due to government grants.

Distribution and marketing expenses

Distribution and marketing expenses increased slightly by S\$25,000 or 18.5% from S\$135,000 in FY2016 to S\$160,000 in FY2017.

Administrative expenses

Administrative expenses decreased by S\$50,000 or 0.5%. A further breakdown of the expenses is tabled below:

	FY2017 S\$'000	FY2016 S\$'000	% Increase / (Decrease)
Bank charges	310	230	34.8%
Depreciation of property, plant and equipment	652	477	36.7%
Employee compensation	6,255	6,184	1.1%
Entertainment	115	45	155.6%
Inventories written off	1	54	(98.1%)
Legal and other professional fees	235	524	(55.2%)
Rental expense on operating leases	769	655	17.4%
Telephone and internet	80	79	1.3%
Trade receivables written off	21	217	(90.3%)
Other	958	981	(2.3%)
Total administrative expenses	9,396	9,446	(0.5%)

- a. Bank charges increased by S\$80,000 or 34.8% due to the increase in financing requirements.
- b. Depreciation increased by S\$0.2 million or 36.7% due to additional purchases of operational equipment.
- c. Employee compensation rose by S\$71,000 or 1.1% due to a slight increase in indirect staff.
- d. Entertainment expenses increased by S\$70,000 or 155.6% due to increase requirement for entertainment.
- e. Inventories written off fell by S\$53,000 or 98.1% due to a decrease in requirement to provide for obsolete stock.
- f. Legal and other professional fees decreased by approximately S\$0.3 million or 55.2% mainly due to decrease in the legal fee incurred as the subsidiary corporation in Thailand is finalising its liquidation process.
- g. Trade receivables written off decreased by S\$0.2 million or 90.3% due to a decline in requirement to provide for receivables.

Finance expenses

Finance costs decreased by S\$31,000 or 33.0% from S\$94,000 in FY2016 to S\$63,000 in FY2017. This is largely due to a decrease in borrowings from financial institutions in the beginning of the financial year.

(d) **Statement of Financial Position**

Property, plant and equipment

Property, plant and equipment increased from S\$1.5 million as at 31 December 2016 to S\$1.9 million as at 31 December 2017. This increase was attributable to the purchase of plant and equipment amounting to S\$1.1 million and partially offset by depreciation charges of S\$0.65 million and a disposal of S\$0.05 million.

Cash and cash equivalents

Cash and cash equivalents decreased from S\$15.6 million as at 31 December 2016 to S\$7.4 million as at 31 December 2017 mainly due to an increase in operating activities. Please refer to paragraph (e) under the Statement of Cash Flow.

Trade and other receivables

Trade and other receivables decreased by S\$4.9 million from S\$47.7 million as at 31 December 2016 to S\$42.8 million as at 31 December 2017. Collections are in line with payment terms we provide to our customers.

Inventories

Inventories decreased marginally from S\$363,000 as at 31 December 2016 to S\$348,000 as at 31 December 2017 due to utilisation of inventories for project sales.

Trade and other payables

Trade and other payables decreased by S\$14.8 million from S\$28.7 million as at 31 December 2016 to S\$13.9 million as at 31 December 2017. The decrease was mainly due to lesser equipment and consumables purchased as new projects were not signed up.

Current and non-current borrowings

Current borrowings increased by S\$5.0 million from S\$15.2 million as at 31 December 2016 to S\$20.2 million as at 31 December 2017. This was due mainly to the increase in bank financing to support sales for new projects secured in the financial year.

Non-current borrowings increased by S\$0.1 million from S\$0.3 million as at 31 December 2016 to S\$0.4 million as at 31 December 2017. This is due to increase in finance leases obtained by the Group.

(e) **Cash flow**

Cash and cash equivalent decreased by S\$8.2 million from S\$15.6 million as at 31 December 2016 compared to S\$7.4 million as at 31 December 2017.

Net cash provided by operating activities for the financial year ended 31 December 2016 amounted to S\$0.8 million compared to net cash of S\$13.0 million used in operating activities for the financial year ended 31 December 2017. This was mainly as a result of:

- a. Net loss after adjustment amounting to S\$3.1 million;
- b. Decrease in receivables by S\$4.9 million;
- c. Decrease in payables by S\$14.8 million; and
- d. Decrease in inventories by S\$15,000.

Net cash used in investing activities amounted to S\$0.9 million for the financial year ended 31 December 2016 compared to S\$0.7 million for the financial year ended 31 December 2017. The net cash was used mainly for the purchase of property, plant and equipment.

Net cash provided by financing activities of S\$6.7 million was made up of:

- a. S\$1.6 million of proceeds from warrant conversion;
- b. S\$11.1 million repayment of bank borrowings;
- c. S\$15.5 million proceeds from bank borrowings;
- d. S\$0.2 million repayment of finance lease liabilities;
- e. S\$1.0 million dividend paid;
- f. S\$2.0 million bank deposits discharged; and
- g. S\$63,000 interest payment.

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 outstanding order book as at 31 December 2017 is S\$75.5 million compared to 31 December 2016 of S\$36.2 million. The secured contracts are from the Group's repeated customers in the markets of Singapore, Vietnam and Myanmar.

Although there was a setback during the financial year involving technical issues in Vietnam hindering the Group from securing new orders, our customers are back on track. The Group plans to maintain its strategy of focusing on its core business in Project Sales and recurring revenue streams generated from Project Management and Maintenance Service Segment, in the targeted countries of Singapore, Vietnam and Myanmar.

Barring any unforeseen circumstances, the Group is confident on its strategy moving forward.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

No.

(b) Corresponding Period of the Immediately Preceding Financial Year

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

A final tax-exempt dividend of S\$0.001 per ordinary share was declared for the corresponding period of the immediate preceding financial year.

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

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

No dividend has been declared for the current financial period.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

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

13. **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.**

Group Revenue	\$'000	\$'000	%
	FY2017	FY2016	Increase/ (Decrease)
Singapore	31,008	24,805	25.0%
Myanmar (Supported by Export Letter of Credit)	1,031	95	985.3%
Vietnam (Supported by Export Letter of Credit)	992	42,001	(98.3%)
Others	94	23	1,508.7%
Total Group	33,125	66,924	(50.5%)

14. **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 for explanation on business segmentation.

15. **A breakdown of sales.**

Group	\$'000	\$'000	%
	FY2017	FY2016	Increase/ (Decrease)
(a) Sales reported for first half year	16,691	22,473	(25.7%)
(b) Operating profit after tax before deducting minority interests reported for first half year	536	1,069	(49.9%)
(c) Sales reported for second half year	16,434	44,451	(63.0%)
(d) Operating profit after tax before deducting minority interests reported for second half year	(2,575)	1,787	(244.1%)

16. **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

A final tax-exempt dividend of S\$0.001 per ordinary share, amounting to S\$1,011,592 was declared during the year for the financial year ended 31 December 2016, which was paid on 12 May 2017.

17. Interested Person Transactions

The Company does not have an IPT mandate. There were no transactions with interested persons in FY2017.

18. If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 902(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

The Company does not have a shareholders' mandate for interested person transactions.

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 (10) in the format below. If there are no such persons, the issuer must make an appropriate negative statement

Pursuant to Rule 704 (10) of the Catalist Rules of Singapore Exchange Securities Trading Limited, the Board of Directors of Ntegrator International Ltd 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.

20. Use of Proceeds – Warrants conversion

As at 31 December 2017, approximately S\$1.9 million of the proceeds from issuance of shares arising from conversion of warrants has been utilised, in accordance to its intended use as stated in OIS dated 20 November 2015, a summary of which is set out below:-

<u>Items</u>	<u>Amount (S\$)</u>	<u>S\$</u>
Conversion of W181123	1,967,032.55	
Total Net Conversion of Warrants		1,967,032.55
 <u>Application of Proceeds</u>		
Professional Fees	27,900.00	
Repayment of bank loans	1,883,170.74	
Total Application of Proceeds		1,911,070.74
Balance of Conversion of Warrants		55,961.81

21. Confirmation By the Company Pursuant to Rule 720(1) of the Catalist Rules of Singapore Exchange Securities Trading Limited

The Company confirms that it has procured undertakings from all its Directors and Executive Officers (in the format set out in Appendix 7H) pursuant to Rule 720(1) of the Catalist Rules.

BY ORDER OF THE BOARD

Jimmy Chang Joo Whut
Managing Director
26 February 2018

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor ("**Sponsor**"), Asian Corporate Advisors Pte Ltd., for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("**Exchange**"). The Company's Sponsor has not independently verified the contents of this announcement including the correctness of any of the figures used, statements or opinions made.*

This announcement has not been examined or approved by the Exchange and the Exchange assumes no responsibility for the contents of this announcement including the correctness of any of the statements or opinions made or reports contained in this announcement.

*The contact person for the Sponsor is Ms Foo Quee Yin.
Telephone number: 6221 0271*