

GALLANT VENTURE LTD

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First Quarter 2019 Financial Statements and Dividend Announcement

UNAUDITED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2019

The Board of Directors of Gallant Venture Ltd announces the following unaudited results of the Group for the period ended 31 March 2019.

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

	Group		
	YTD 31 March		
	1st Qtr 2019 S\$'000	1st Qtr 2018 S\$'000	Incr/ (Decr) %
Revenue	489,773	453,525	8
Cost of sales	(394,479)	(365,560)	8
Gross profit	95,294	87,965	8
Other income	17,272	14,148	22
General and administrative expenses	(45,949)	(40,263)	14
Other operating expenses	(36,809)	(35,136)	5
Share of associate companies' results	(1,177)	3,558	N.M
Finance costs	(41,632)	(29,438)	41
(Loss)/profit before taxation	(13,001)	834	N.M
Taxation	(8,722)	(8,095)	8
Loss after taxation for the period	(21,723)	(7,261)	199
Attributable to:			
Equity holders of the Company	(19,923)	(9,775)	104
Non-controlling interests	(1,800)	2,514	N.M
	(21,723)	(7,261)	199

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

	Group		
	YTD 31 March		
	1st Qtr 2019 S\$'000	1st Qtr 2018 S\$'000	Incr/ (Decr) %
Loss after taxation for the period	(21,723)	(7,261)	199
Other comprehensive income/(expenses):			
<u>Items that are/may be reclassified subsequently to profit or loss</u>			
Change in fair value of available-for-sale financial assets	-	5,938	N.M
Change in fair value of cash flow hedges, net of tax	(2,019)	912	N.M
Currency translation differences from foreign subsidiaries	7,671	(29,384)	N.M
<u>Items that will not be reclassified subsequently to profit or loss</u>			
Change in fair value on equity instruments at fair value through other comprehensive income	21,010	-	N.M
Remeasurements of defined benefit plans	320	(68)	N.M
Other comprehensive income/(expenses)	26,982	(22,602)	N.M
Total comprehensive income/(expenses)	5,259	(29,863)	N.M
Attributable to:			
Equity holders of the Company	(1,123)	(23,598)	(95)
Non-controlling interests	6,382	(6,265)	N.M
	5,259	(29,863)	N.M

N.M. denotes "Not Meaningful"

Note:

The exchange rate of S\$1=IDR 10,507 (31 March 2018: S\$1=IDR 10,487) was used for translating IMAS's assets and liabilities at the balance sheet date and S\$1=IDR 10,491 (31 March 2018: S\$1=IDR 10,234) was used for translating the results for the period.

1(a)(iii). (Loss)/profit before taxation is arrived at after charging/(crediting) the following significant items.

	Group	
	YTD 31 Mar	
	1st Qtr 2019 S\$'000	1st Qtr 2018 S\$'000
Amortisation of intangible assets	4,078	4,080
Depreciation of property, plant and equipment	18,227	17,662
Depreciation of investment properties	7,245	7,385
Gain on sale of property, plant and equipment	(79)	(110)
Allowance for impairment loss on trade receivables and foreclosed assets	9,440	9,834
Write back of other payables	-	(1,851)
Provision for employee benefits	1,301	1,313
Loss on sales of foreclosed assets	148	6,107
Exchange loss	1,598	3,276
Interest income	(7,636)	(5,332)
Interest expense	41,632	29,438

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	
	31.03.19	31.12.18	31.03.19	31.12.18
	S\$'000	S\$'000	S\$'000	S\$'000
Assets				
Non-current				
Intangible assets	712,256	716,234	53	62
Property, plant and equipment	888,423	769,129	284	310
Investment properties	180,049	182,203	-	-
Subsidiaries	-	-	2,537,174	2,537,174
Associates	115,484	116,269	-	-
Financing receivables	660,721	680,318	-	-
Deferred tax assets	35,956	34,542	-	-
Other non-current assets	234,240	345,388	155	155
	<u>2,827,129</u>	<u>2,844,083</u>	<u>2,537,666</u>	<u>2,537,701</u>
Current				
Land inventories	594,757	594,654	-	-
Other inventories	340,802	359,552	-	-
Financing receivables	562,359	519,405	-	-
Trade and other receivables	779,784	703,775	80,451	81,393
Cash and cash equivalents	259,973	228,879	314	381
	<u>2,537,675</u>	<u>2,406,265</u>	<u>80,765</u>	<u>81,774</u>
Total assets	<u>5,364,804</u>	<u>5,250,348</u>	<u>2,618,431</u>	<u>2,619,475</u>
Equity and liabilities				
Equity				
Share capital	1,948,307	1,948,307	1,948,307	1,948,307
Treasury shares	(50)	(50)	(50)	(50)
Accumulated losses	(345,202)	(373,273)	(162,592)	(148,600)
Reserves	(166,045)	(136,594)	80,000	80,000
Equity attributable to equity holders of the Company	<u>1,437,010</u>	<u>1,438,390</u>	<u>1,865,665</u>	<u>1,879,657</u>
Non-controlling interests	<u>302,023</u>	<u>293,995</u>	<u>-</u>	<u>-</u>
Total equity	<u>1,739,033</u>	<u>1,732,385</u>	<u>1,865,665</u>	<u>1,879,657</u>
Liabilities				
Non-current				
Borrowings	1,284,350	1,030,198	305,890	311,489
Debt securities	115,729	163,237	-	-
Deferred tax liabilities	101,676	102,209	-	-
Employee benefits liabilities	37,383	36,709	-	-
Contract liabilities	11,605	11,621	-	-
Other non-current liabilities	32,373	32,780	88	88
	<u>1,583,116</u>	<u>1,376,754</u>	<u>305,978</u>	<u>311,577</u>
Current				
Trade and other payables	523,974	505,260	51,473	45,494
Contract liabilities	20,718	15,195	-	-
Borrowings	1,334,417	1,410,338	395,272	381,583
Debt securities	139,026	195,560	-	-
Current tax payable	24,520	14,856	43	1,164
	<u>2,042,655</u>	<u>2,141,209</u>	<u>446,788</u>	<u>428,241</u>
Total liabilities	<u>3,625,771</u>	<u>3,517,963</u>	<u>752,766</u>	<u>739,818</u>
Total equity and liabilities	<u>5,364,804</u>	<u>5,250,348</u>	<u>2,618,431</u>	<u>2,619,475</u>

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

		Group	
		31.03.19	31.12.18
		S\$'000	S\$'000
(i)	Amount payable in one year or less, or on demand		
	Secured	1,473,443	1,605,898
	Unsecured	-	-
		1,473,443	1,605,898
(ii)	Amount repayable after one year		
	Secured	1,400,079	1,193,435
	Unsecured	-	-
		1,400,079	1,193,435
TOTAL		2,873,522	2,799,333

(iii) Details of any collaterals

The Group's borrowings and debt securities are secured with the following:-

1. Mortgage of certain land titles of PT Batamindo Investment Cakrawala ("PT BIC"), PT Bintan Inti Industrial Estate ("PT BIIE"), PT Bintan Resort Cakrawala ("PT BRC"), PT Buana Megawisata ("PT BMW") and PT Surya Bangun Pertiwi ("PT SBP");
2. Pledge of accounts of PT BIC, PT BIIE, PT BRC, PT SBP, Bintan Resort Ferries Private Limited ("BRF") and the Company;
3. Assignment of insurance proceeds, receivables and movable assets of PT BIC and PT BIIE;
4. Pledge of shares of PT Indomobil Sukes Internasional Tbk ("PT IMAS") and PT BMW; and
5. PT IMAS borrowings and debt securities are secured by mortgage over inventories, property, plant and equipment, trade and other receivables and financing receivables of its various subsidiaries in Indonesia.

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

	Group	
	Quarter ended	
	31.03.19	31.03.18
	S\$'000	S\$'000
Cash flows from operating activities		
(Loss)/profit before taxation	(13,001)	834
Adjustments for:		
Amortisation of intangible assets	4,078	4,080
Depreciation of property, plant and equipment	18,227	17,662
Depreciation of investment properties	7,245	7,385
Provision for employee benefits	1,301	1,313
Impairment loss on trade receivables and foreclosed assets	9,440	9,834
Gain on sale of property, plant and equipment	(78)	(110)
Loss on sales of foreclosed assets	148	6,107
Write back of other payables	-	(1,851)
Share of associate companies' results	1,177	(3,558)
Interest expense	41,632	29,438
Interest income	(7,636)	(5,332)
Cash from operations before changes in working capital	62,533	65,802
Increase in land inventories	(103)	(693)
(Decrease)/increase in other inventories	22,328	(62,471)
Increase in operating receivables	(92,512)	(158,000)
Increase in operating payables	131,711	147,988
Cash generated from/(used in) operating activities	123,957	(7,374)
Income tax paid	(12,566)	(18,742)
Employee benefits paid	(292)	(189)
Interest paid	(58,036)	(54,999)
Interest received	320	1,117
Net cash generated from/(used in) operating activities	53,383	(80,187)
Cash flows from investing activities		
Acquisition of property, plant and equipment	(222,807)	(46,469)
Acquisition of intangible assets	(100)	(32)
Acquisition of investment properties	(742)	(1,808)
Addition in investment in shares stock	-	11
Interest received on and (placement of)/proceeds from restricted cash in banks and time deposits	(205)	357
Proceeds from sale of equity investments at fair value through other comprehensive income	144,943	-
Proceeds from sale of property, plant and equipment	1,325	523
Net cash used in investing activities	(77,586)	(47,418)
Cash flows from financing activities		
Repayment to other financing activities	(107,966)	(37)
Proceeds from bank borrowings	1,093,725	729,874
Repayment of bank borrowings	(933,283)	(711,220)
Purchase of treasury shares	-	(50)
Proceeds from issuance of bonds	-	104,596
Proceeds from additional capital stock contribution of non-controlling interests	1,739	1,426
Net cash generated from financing activities	54,215	124,589
Net increase/(decrease) in cash and cash equivalents	30,012	(3,016)
Cash and cash equivalents at beginning of period	228,879	258,441
Effect of currency translation on cash and cash equivalents	1,082	(3,074)
Cash and cash equivalents at end of period	259,973	252,351

1(d)(i). A statement (for the issuer and group) showing either (i) all the changes in equity or (ii) changes in equity other than those arising from capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

Consolidated statement of changes in equity for the period ended 31 March 2019:

	Attributable to equity holders of the Company										
	Share Capital S\$'000	Treasury Shares S\$'000	Capital Reserve S\$'000	Translation Reserve S\$'000	Hedging Reserve S\$'000	Fair Value Reserve S\$'000	Other Reserves S\$'000	Accumulated Losses S\$'000	Total S\$'000	Non- controlling Interests S\$'000	Total Equity S\$'000
Balance as at 1 January 2018, as previously reported	1,948,307	-	(105,771)	(84,851)	(474)	(18,838)	4,945	(299,198)	1,444,120	267,970	1,712,090
Effects of adoption of SFRS (I) 9	-	-	-	(276)	-	28,549	-	(327)	27,946	11,050	38,996
Balance as at 1 January 2018, as restated	1,948,307	-	(105,771)	(85,127)	(474)	9,711	4,945	(299,525)	1,472,066	279,020	1,751,086
Loss for the period	-	-	-	-	-	-	-	(9,775)	(9,775)	2,514	(7,261)
Other comprehensive (expenses)/income	-	-	-	(18,662)	573	4,240	26	-	(13,823)	(8,779)	(22,602)
Total comprehensive (expenses)/income for the period	-	-	-	(18,662)	573	4,240	26	(9,775)	(23,598)	(6,265)	(29,863)
Purchase of treasury shares	-	(50)	-	-	-	-	-	-	(50)	-	(50)
Changes in interest in subsidiaries and effect of transaction with non-controlling interests	-	-	-	-	-	-	(104)	-	(104)	1,355	1,251
Balance as at 31 March 2018	1,948,307	(50)	(105,771)	(103,789)	99	13,951	4,867	(309,300)	1,448,314	274,110	1,722,424
Balance as at 1 January 2019	1,948,307	(50)	(105,771)	(108,341)	(2,254)	64,175	15,597	(373,273)	1,438,390	293,995	1,732,385
Loss for the period	-	-	-	-	-	-	-	(19,923)	(19,923)	(1,800)	(21,723)
Other comprehensive income/(expenses)	-	-	-	4,854	(1,406)	15,014	338	-	18,800	8,182	26,982
Total comprehensive income/(expenses) for the period	-	-	-	4,854	(1,406)	15,014	338	(19,923)	(1,123)	6,382	5,259
Transfer of fair value reserve of equity investment at fair value through other comprehensive income to accumulated losses upon disposal	-	-	-	-	-	(47,994)	-	47,994	-	-	-
Disposal of equity investment at fair value through other comprehensive income	-	-	-	355	-	-	-	-	355	142	497
Changes in interest in subsidiaries and effect of transaction with non-controlling interests	-	-	-	-	-	-	(612)	-	(612)	1,504	892
Balance as at 31 March 2019	1,948,307	(50)	(105,771)	(103,132)	(3,660)	31,195	15,323	(345,202)	1,437,010	302,023	1,739,033

- 1(d)(i).** *A statement (for the issuer and group) showing either (i) all the changes in equity or (ii) changes in equity other than those arising from capitalization 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 of the Company for the period ended 31 March 2019:

	Share Capital S\$'000	Treasury Shares S\$'000	Capital reserve S\$'000	Accumulated losses S\$'000	Total S\$'000
Balance as at 1 January 2018	1,948,307	-	80,000	(116,085)	1,912,222
Total comprehensive expense for the period	-	-	-	(450)	(450)
Purchase of treasury shares	-	(50)	-	-	(50)
Balance as at 31 March 2018	<u>1,948,307</u>	<u>(50)</u>	<u>80,000</u>	<u>(116,535)</u>	<u>1,911,722</u>
Balance as at 1 January 2019	1,948,307	(50)	80,000	(148,600)	1,879,657
Total comprehensive expense for the period	-	-	-	(13,992)	(13,992)
Balance as at 31 March 2019	<u>1,948,307</u>	<u>(50)</u>	<u>80,000</u>	<u>(162,592)</u>	<u>1,865,665</u>

- 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 issue of equity securities, issue of shares for cash or 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 end of the current financial period reported on and as at end of the corresponding period of the immediately preceding financial year.**

Shares to be issued upon exercise of conversion right of convertible bond:-

The details are as follows:

	As at 31 Mar 2019	As at 31 Dec 2018
Conversion right of convertible bond	250,000,000	250,000,000

Total number of Company's shares held as treasury shares:-

	As at 31 Mar 2019	As at 31 Dec 2018
Treasury shares	450,000	450,000

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

Number of issued shares excluding treasury shares:-

	31 Mar 2019	31 Dec 2018
Total number of issued shares	5,338,010,225	5,338,010,225
Less: Treasury shares	(450,000)	(450,000)
Total number of issued shares excluding treasury shares	<u>5,337,560,225</u>	<u>5,337,560,225</u>

- 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.**

None.

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

The financial statements have not been audited or reviewed by the auditor.

- 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 financial period compared with those of the audited financial statements as at 31 December 2018, except for those as disclosed under paragraph 5.

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 reason for, and the effect of, the change.***

The accounting policies adopted are consistent with those of the previous financial year except in the current financial period, the Group has adopted all the new and revised standards which are effective for the financial periods beginning on or after 1 January 2019. The adoption of the new standards including SFRS(I) 16 Leases that are effective on 1 January 2019 have no material financial impact on the Group's financial statements.

6. ***Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding year, after deducting any provision for the preference dividends; (a) Based on weighted average number of shares and (b) On a fully diluted basis (detailing any adjustments made to the earnings)***

Loss per ordinary share for the period based on loss attributable to equity holders of the company:

	Group	
	1st Qtr 2019	1st Qtr 2018
Net loss attributable to equity owners of the Company (S\$'000)	(19,923)	(9,775)
(i) Based on the weighted average number of ordinary shares on issue (cents)	(0.373)	(0.183)
(ii) On a fully diluted basis (cents) ⁽¹⁾	(0.373)	(0.183)

⁽¹⁾ The conversion right of convertible bond has not been included in the calculation of diluted loss per shares as these will have an anti-dilutive effect (i.e. resulting in a reduction in loss per share)

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	
	31.03.19	31.12.18	31.03.19	31.12.18
Net asset value per ordinary share	26.92 cents	26.95 cents	34.95 cents	35.22 cents

The net asset value per ordinary share is calculated using the Group's net assets value as at end of each period divided by the share capital of 5,337,560,225 ordinary shares as at 31 March 2019 and 5,337,560,225 as at 31 December 2018.

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 (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.***

1st Quarter 2019 (1Q 2019) vs. 1st Quarter 2018 (1Q 2018)

Profit & Loss Statement

GV Group's 1Q 2019 revenue relating to IMAS was S\$448.4 million as compared to S\$412.9 million in 1Q 2018. Higher revenue was mainly due to higher trucks and heavy duty equipment sales, financial services, car rental related income and income from distribution of fuels and lubricants but partially offset by lower passenger vehicle sales. The Group (excluding IMAS) registered higher revenue of S\$41.4 million as compared to S\$40.6 million in the previous period and was mainly due to higher revenue from utilities and resort segments. The Consolidated Group revenue was S\$489.8 million, 8% higher than 1Q 2018's S\$453.5 million.

IMAS's 1Q 2019 cost of sales IMAS was S\$361.9 million as compared to S\$334.0 million in 1Q 2018. The Group's (excluding IMAS) cost of sales was S\$32.6 million as compared to S\$31.6 million in 1Q 2018. In line with the increased revenue, the Consolidated Group's cost of sales increased from S\$365.6 million in 1Q 2018 to 1Q 2019's S\$394.5 million. The Consolidated Group's cost of sales to revenue ratio was 0.80 in 1Q 2019 as compared to 0.81 in 1Q 2018. The Consolidated Group's gross profit was S\$95.3 million in 1Q 2019 as compared to S\$87.9 million in 1Q 2018 and was in line with higher revenue.

IMAS's 1Q 2019 "other income" was S\$85.1 million as compared to S\$16.3 million in 1Q 2018 and was mainly due to the gain of S\$69.5 million on the divestment of its 19.42% stake in PT Multistrada Arah Sarana Tbk ("MASA"). The Group's (excluding IMAS) "other income" was S\$1.7 million income as compared to S\$2.2 million expenses in 1Q 2018 and was mainly due to foreign exchange gain of S\$0.6 million as compared to 1Q 2018's foreign exchange losses of S\$3.3 million. IMAS's gain on the divestment of MASA was not taken into the Consolidated Group's profit or loss as the Group's accounting policies require investment designated at fair value through other comprehensive income ("FVOCI"), where the gain and losses previously accumulated in equity in Other Components of Equity ("OCE") are not recognised in the profit or loss upon the divestment of the investment but was transfer to the accumulated losses. Accordingly, the Consolidated Group's "other income" was S\$17.3 million in 1Q 2019 as compared to 1Q 2018's S\$14.1 million.

IMAS's 1Q 2019 "general and administrative expenses" was S\$36.7 million as compared to S\$30.9 million in 1Q 2018. Higher expenses were mainly due to higher manpower costs and loss allowance on trade and other receivables. The Group's (excluding IMAS) "general and administrative expenses" was S\$3.5 million as compared to 1Q 2018's S\$3.6 million. The Consolidated Group's "general and administrative expenses" was S\$45.9 million as compared to 1Q 2018's S\$40.3 million.

IMAS's 1Q 2019 "other operating expenses" was S\$30.4 million as compared to 1Q 2018's S\$31.0 million. The Group's (excluding IMAS) "other operating expenses" was S\$6.4 million as compared to 1Q 2018's S\$4.1 million and was mainly due to write back of accrued expenses in the previous period. The Consolidated Group's "other operating expenses" was S\$36.8 million as compared to 1Q 2018's S\$35.1 million.

The Consolidated Group's 1Q 2019 "share of associate companies' results" was S\$1.2 million loss as compared to 1Q 2018's S\$3.5 million profit and mainly due to losses from automotive associate companies.

IMAS's 1Q 2019 "finance costs" was S\$34.3 million as compared to 1Q 2018's S\$23.3 million and the Group's (excluding IMAS) "finance costs" was S\$7.3 million as compared to 1Q 2018's S\$6.1 million. The Consolidated Group's "finance costs" was S\$41.6 million as compared to S\$29.4 million in 1Q 2018 and was mainly due to higher interest rate and increased borrowings for capital expenditure in the automotive segment.

IMAS registered net profit of S\$60.5 million in 1Q 2019 as compared to S\$5.8 million in 1Q 2018 and was mainly due to the gain on the divestment of MASA as reported in Indonesia Stock Exchange. The Group's (excluding IMAS) net loss was S\$10.2 million as compared to 1Q 2018's S\$10.6 million. After adjustment of the gain of S\$69.5 million on the divestment of MASA in compliance with the Group's accounting standard and segmental adjustments, the Consolidated Group's reported a net loss attributable to equity holder of the Company of S\$19.9 million as compared to 1Q 2018's S\$9.8 million.

Balance Sheet

The Group's total assets of S\$5,364.8 million as at 31 March 2019, were S\$114.5 million higher than as at the previous year end. Other non-current assets decreased by S\$111.1 million mainly due to the divestment of the Group's quoted equity investments at FVOCI. Current assets increased from S\$2,406.2 million to S\$2,537.7 million mainly due to the increase in trade and other receivables and financing receivables in line with increased financing activities and revenue in the automotive business segment.

The Group's total liabilities of S\$3,625.8 million were S\$107.8 million higher than the previous year-end's and was mainly due to the increased in borrowings for capital expenditure and for the financial services business. The Group's borrowings and debt securities as at 31 March 2019 were S\$2.9 billion of which S\$1.6 billion relates to IMAS' car rental and financial services business.

Cash Flow Statement

Net cash generating from/(used in) operating activities was S\$53.4 million as compared to S\$80.2 million in the previous period.

Net cash used in investing activities was S\$77.6 million and was mainly due to capital expenditure.

Net cash generated from financing activities was S\$54.2 million mainly from the proceeds of borrowings.

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

No forecast or prospect statement has been previously disclosed.

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.*

While IMAS's business segments registered strong growth while contributions from passenger vehicle sales were recovering. The Group expects increased contributions from passenger vehicle segment after launch of new vehicle models, which is expected to be by 1st half of 2019.

We expect tourist arrival into Bintan to continue to grow. Our Industrial Parks segment has recovered and we expect our Industrial Park in Batam to reach close to full capacity by end 2019. With this momentum and development of key industrial clusters in Bintan, we are hopeful that these core business segments will contribute positively to the Group.

11. *If a decision regarding dividend has been made.*

Not applicable.

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

No dividend has been declared (recommended) for the quarter ended 31 March 2019. The Group is committing its cash resources to further develop its Resorts, Utilities and Automotive businesses.

13. Pursuant to Rule 920 of the SGX-ST Listing Manual, details of the aggregate value of the interested person transactions transacted.

The aggregate value of the interested person transactions for the financial period ended 31 March 2019 was as follows:

Name of interested person	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)
	S\$'000
PURCHASES	
PT Indomarco Prismaatama Purchases	558
PT Hino Motors Sales Indonesia Purchases	364
PT Kilau Indah Gemerlang Purchases	219
PT Shinhan Indo Finance Purchases	146
SALES	
PT Indofood CBP Sukses Makmur Tbk Sales	587
PT Salim Ivomas Pratama Sales	206
PT Indomobil Manajemen Corpora Interest income	151
PT Wahana Inti Sela Interest income	144
PT Soxal Batamindo Industrial Gases Sales	101

14. Confirmation that the issuer has procured undertakings from all its directors and executive officers.

The Company confirms that it has procured 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.

15. Confirmation pursuant to Rule 705(5) of the Listing Manual.

The Board of Directors of Gallant Venture Ltd. confirm that, to the best of their knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited interim financial results of the Group and the Company for the First Quarter Financial Statements for the period ended 31 March 2019 to be false or misleading in any material aspect.

BY THE ORDER OF THE BOARD

CHOO KOK KIONG
EXECUTIVE DIRECTOR AND COMPANY SECRETARY
10 MAY 2019