ICP LTD (Co. No. 196200234E)

Unaudited Half - Year Financial Statement and Dividend Announcement for the period ended 31 December 2016

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

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

	Group		
	6 Months Ended 31/12/2016	**6 Months Ended 31/12/2015**	**Increase/ (Decrease)**
	S$'000	S$'000	%
Revenue	**1,013**	**963**	5
Cost of sales	**(644)**	**(717)**	(10)
Gross profit	**369**	**246**	50
Other operating income	53	5	N.M.
Administrative expenses	(1,482)	(1,081)	37
Operating loss	**(1,060)**	**(830)**	28
Finance income	133	153	(13)
Finance costs	(77)	(101)	(24)
Loss before income tax	**(1,004)**	**(778)**	29
Income tax expenses	-	-	-
Loss for the period	**(1,004)**	**(778)**	29
Attributable to:			
Equity holders of the Company	(1,115)	(819)	36
Non-controlling interests	111	41	N.M
	(1,004)	**(778)**	29

N.M. Not Meaningful

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 period

	Group		
	6 Months Ended 31/12/2016	6 Months Ended 31/12/2015	Increase/ (Decrease)
	S$'000	S$'000	%
Loss for the period	(1,004)	(778)	29
Other comprehensive income/(loss)	-	-	
Items that may be reclassified subsequently to profit or loss	-	-	
Other comprehensive income/(loss), net of tax	-	-	
Total comprehensive loss for the period	**(1,004)**	**(778)**	29
Total comprehensive (loss)/ income attributable to:			
Equity holders of the Company	(1,115)	(819)	36
Non-controlling interests	111	41	N.M
	(1,004)	**(778)**	29

1(a) (iii) Notes to the income statement

		Group		
		6 Months Ended 31/12/2016	6 Months Ended 31/12/2015	Increase/ (Decrease)
		S$'000	S$'000	%
	Operating (loss)/profit is stated after charging/ (crediting):			
(a)	Other operating income	(53)	(5)	N.M.
	- included foreign exchange (gain)/loss	(50)	3	N.M.
(b)	Interest income	(133)	(153)	(13)
(c)	Interest on borrowings	77	101	(24)
(d)	Depreciation of property, plant and equipment [Note (i)]	653	401	63
	-included in cost of sales	601	328	83
	-included in administrative expenses	52	73	(29)
(e)	Amortisation [Note (i)]	36	22	64
(f)	Property, plant and equipment written off	-	17	N.M.
(g)	Impairment loss on club membership	18	-	N.M.

Note: (i) Certain comparative figures have been reclassified to conform with the current period's presentation
(ii) N.M - Not Meaningful

1(b) (i) A statements of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year

Unaudited statements of financial position as at 31 December 2016

	Group		Company	
	31/12/16	**30/06/16**	**31/12/16**	**30/06/16**
Non-current assets	S$'000	S$'000	S$'000	S$'000
Property, plant and equipment	14,842	15,434	-	-
Investment in subsidiary companies	-	-	9,765	9,765
Investment in associate	4	4	-	-
Available-for- sale financial assets	1,062	992	1,062	992
Intangibles assets	5,542	5,529	-	-
Club membership	10	28	-	-
	21,460	**21,987**	**10,827**	**10,757**
Current assets				
Amount due from subsidiaries	-	-	15,027	13,870
Other receivables and prepayments	302	284	90	217
Inventories	19	6	-	-
Cash and bank balances	21,823	22,221	19,712	20,390
	22,144	**22,511**	**34,829**	**34,477**
Total assets	**43,604**	**44,498**	**45,656**	**45,234**
Less:				
Current liabilities				
Amount due to a subsidiary	-	-	11,140	11,150
Borrowings – Term loans	1,080	1,080	-	-
Trade payables	28	79	-	-
Other payables	950	949	719	785
	2,058	**2,108**	**11,859**	**11,935**
Non-current liabilities				
Borrowings - Term loans	3,120	3,660	-	-
Amount due to non-controlling interests	1,400	1,400	-	-
Deferred taxation	780	780	-	-
	5,300	**5,840**	**-**	**-**
Total liabilities	**7,358**	**7,948**	**11,859**	**11,935**
Net assets	**36,246**	**36,550**	**33,797**	**33,299**
Equity				
Share capital	83,524	82,824	83,524	82,824
Reserves	(51,582)	(50,467)	(49,727)	(49,525)
Equity attributable to equity holders of the Company	**31,942**	**32,357**	**33,797**	**33,299**
Non-controlling interests	4,304	4,193	-	-
Total equity	**36,246**	**36,550**	**33,797**	**33,299**

1(b) (ii) Aggregate amount of group's borrowings and debt securities

Amount repayable in one year or less, or on demand

As at 31/12/16		As at 30/06/16	
Secured S$'000	Unsecured S$'000	Secured S$'000	Unsecured S$'000
1,080	-	1,080	-

Amount repayable after one year

As at 31/12/16		As at 30/06/16	
Secured S$'000	Unsecured S$'000	Secured S$'000	Unsecured S$'000
3,120	-	3,660	-

Details of any collateral

The Group's secured borrowings and debt securities are secured by: -

- a mortgage over vessels of certain subsidiaries; and
- pledge of fixed deposits of S$0.2 million (FY2016: S$0.2 million)

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

Consolidated Statements of Cash Flows for the Half Year Ended 31 December 2016

	Period from 01/07/16 to 31/12/16	**Period from 01/07/15 to 31/12/15**
	S$'000	S$'000 Restated
Cash Flows From Operating Activities		
Loss before income tax	(1,004)	(778)
Adjustments for:-		
Depreciation of property, plant and equipment	653	401
Amortisation	36	22
Property, plant and equipment written off	-	17
Impairment loss on club membership	18	-
Interest expense	77	101
Interest income	(133)	(153)
Unrealised foreign exchange (gain)/loss	(50)	3
Operating cash flow before working capital changes	(403)	(387)
Change in working capital:-		
Inventories	(13)	(4)
Receivables and prepayments	(18)	108
Trade and other payables	(50)	(409)
Cash used in operating activities	(484)	(692)
Interest paid	(77)	(101)
Net cash used in operating activities	**(561)**	**(793)**
Cash Flows from Investing Activities		
Acquisition of property, plant and equipment	(61)	(879)
Acquisition of intangibles and trademark rights	(49)	(25)
Acquisition of available-for-sale financial assets	(70)	(203)
Withdrawal of fixed deposits with tenor of more than 3 months placed with financial institutions	996	2,297
Investment in associate	-	(4)
Interest received	133	153
Net cash from investing activities	**949**	**1,339**
Cash Flows From Financing Activities		
Proceeds from issuance of additional ordinary shares	700	-
Repayment of borrowings	(540)	(540)
Net cash generated from/(used in) financing activities	**160**	**(540)**
Net increase in cash and cash equivalents	**548**	**6**
Cash and cash equivalents at the beginning of the period	**2,994**	**3,847**
Effect of exchange rate changes on cash and cash equivalents	**50**	**(3)**
Cash and cash equivalents at the end of the period	**3,592**	**3,850**

Represented by:

Cash and cash equivalents at the end of period		
Fixed deposits	18,231	19,347
Cash and bank balances	3,592	3,850
	21,823	23,197
Less: Fixed deposits with tenor of more than 3 months placed with financial institutions	(18,080)	(19,196)
Less: Fixed deposits (pledged)	(151)	(151)
	3,592	**3,850**

1 (d) (i) A statement (for the issuer and group) showing either (i) all changes in equity of (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

Consolidated Statement of Changes in Equity for the Half Year Ended 31 December 2016

Group	Share Capital	Other reserve	Accumulated Losses	Total attributable to the equity holders of the Company	Non-controlling Interests	Total
	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000
Balance as at 1 July 2016	82,824	(2,059)	(48,408)	32,357	4,193	36,550
(Loss)/Profit for the period	-	-	(1,115)	(1,115)	111	(1,004)
Other comprehensive income / (loss) for the period	-	-	-	-	-	-
Total comprehensive loss for the period	-	-	(1,115)	(1,115)	111	(1.004)
Contributions by and distributions to owners						
Issuance of shares	700	-	-	700	-	700
Balance as at 31 December 2016	83,524	(2,059)	(49,523)	31,942	4,304	36,246

Consolidated Statement of Changes in Equity for the Half Year Ended 31 December 2015

Group	Share Capital	Other reserve	Accumulated Losses	Total attributable to the equity holders of the Company	Non-controlling Interests	Total
	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000
Balance as at 1 July 2015	82,824	(2,059)	(44,490)	36,275	3,986	40,261
(Loss)/Profit for the period	-	-	(819)	(819)	41	(778)
Other comprehensive income / (loss) for the period	-	-	-	-	-	-
Total comprehensive loss for the period	-	-	(819)	(819)	41	(778)
Contributions by and distributions to owners						
Issuance of shares	-	-	-	-	-	-
Balance as at 31 December 2015	82,824	(2,059)	(45,309)	35,456	4,027	39,483

Company - Statement of Changes in Equity for the Half Year Ended 31 December 2016

Company	Share Capital	Accumulated Losses	Total
	S$'000	S$'000	S$'000
Balance as at 1 July 2016	82,824	(49,525)	33,299
Loss for the period	-	(202)	(202)
Other comprehensive income / (loss) for the period	-	-	-
Total comprehensive loss for the period	-	(202)	(202)
Contributions by and distributions to owners			
Issuance of shares	700	-	700
Balance as at 31 December 2016	83,524	(49,727)	33,797

Company - Statement of Changes in Equity for the Half Year Ended 31 December 2015

Company	Share Capital	Accumulated Losses	Total
	S$'000	S$'000	S$'000
Balance as at 1July 2015	82,824	(47,031)	35,793
Loss for the period	-	(303)	(303)
Other comprehensive income / (loss) for the period	-	-	-
Total comprehensive loss for the period	-	(303)	(303)
Contributions by and distributions to owners			
Issuance of shares	-	-	-
Balance as at 31 December 2015	82,824	(47,334)	35,490

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

Group and Company

Issued and fully-paid

	Number of Shares	**Share Capital** S$'000
Balance as at 1 July 2016	2,551,689,122	82,824
Issuance of shares	100,000,000	700
Balance as at 31 December 2016	2,651,689,122	83,524

The Company does not have any outstanding convertibles or treasury shares as at 31 December 2016 and 31 December 2015.

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

	31/12/2016	**30/06/2016**
Total number of issued shares	2,651,689,122	2,551,689,122

The Company did not hold any treasury shares as at 31 December 2016 and 30 June 2016.

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

Not applicable. There were no treasury shares during and as at the end of the current financial period 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 Company's auditors.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of 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 for the new standards which have been effective from 1 July 2016, the Group has applied the same accounting policies and methods of computation in the financial statements for the current reporting period as those applied for the audited annual financial statements as at 30 June 2016.

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

There are no changes in the accounting policies and methods of computation.

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

	6 months ended	
	31/12/2016	**31/12/2015**
Basic and diluted		
Weighted average ordinary shares	2,593,355,789	2,551,689,122
Loss per share (cents):	(0.04)	(0.03)

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

Net asset value per ordinary share based on issued share capital as at the end of the period reported on	As at 31/12/16	As at 30/06/16
For the Group (cents)	1.20	1.27
For the Company (cents)	1.27	1.30

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

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

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

Review of Performance

The Group reported revenue of S$1.01 million in the half year ended 31 December 2016 ("HY2017") as compared to S$0.96 million in the half year ended 31 December 2015 ("HY2016"), an increase of 5% or S$0.05 million. The increase was mainly due to higher sales recorded by the hospitality division. Revenue from the shipping segment in HY2017 was quite consistent with the revenue earned in HY2016, at S$0.92 million and S$0.94 million respectively.

The Group's gross profit increased by S$0.12 million from S$0.25 million in HY2016 to S$0.37 million in HY2017, mainly due to lower operating costs incurred by the shipping segment as a result of the conversion from time charter to bareboat charter of the vessels as reported in the previous reporting period.

Other operating income increased by S$0.05 million mainly due to the unrealised foreign exchange gain earned from the Group's foreign currency deposits.

Administrative expenses increased by 37% from S$1.08 million in HY2016 to S$1.48 million in HY2017. This was mainly due to the increase in personnel costs and other operating expenses incurred by the Group's hospitality segment as the Group continued to build its hospitality business.

Finance income decreased by S$0.02 million, mainly due to lower fixed deposit rates in HY2017 as compared to HY2016.

Finance expenses decreased by S$0.02 million due to the reducing balance of term loan amount as a result of the repayment of term loans since the previous financial reporting period.

As a result of the above, the Group reported loss before tax of S$1.0 million in HY2017 as compared to loss before tax of S$0.8 million in HY2016.

Review on working capital, assets and liabilities

Non-current assets
Non-current assets decreased by S$0.53 million mainly due to depreciation and amortisation charged during the period.

Current assets
Current assets decreased by S$0.4 million mainly due to the utilisation of the Group's cash for working capital purposes.

Current liabilities
Current liabilities decreased by S$0.05 million mainly due to the reduction in trade payables

Non-current liabilities
Non-current liabilities decreased by S$0.5 million mainly due to repayment of term loans during the period.

Equity
Overall, the Group's total equity decreased by S$0.3 million from S$36.5 million as at 30 June 2016 to S$36.2 million as at 31 December 2016. The decrease was mainly due to the operating loss of S$1.0m incurred during the period, offset by the issuance of new shares of S$0.7 million during the period.

Cash Flows

The Group reported a net increase in cash and cash equivalents of S$0.5 million, mainly due to proceeds from the issuance of new shares and withdrawal of fixed deposits, offset by cash used for operating expenses incurred in the hospitality segment and repayment of term loans.

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

No specific forecast or prospect statement has been previously disclosed to shareholders.

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

Travelodge Kowloon Hotel, the first hotel under the Group's Travelodge brand was opened in early February 2017 by a franchisee. Revenue receivable from this hotel in part depends on its performance in the ensuing months.

As announced in the previous reporting periods, the Group has entered into joint ventures with established partners to roll out the Travelodge brand and sub-brands in Thailand and Indonesia. The joint venture entities have been actively seeking opportunities to acquire hotels and to provide hotel management services to interested parties.

The Group will continue working on various opportunities to expand the Travelodge brand in Hong Kong, Singapore, Japan, Korea, Philippines and Vietnam.

11. If a decision regarding dividend has been made:

(a) Whether an interim (final) ordinary dividend has been declared (recommended); and

None.

(b) (i) Amount per share .... cents

None.

(ii) Previous corresponding period ...... cents

None.

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).

Not applicable.

(d) The date the dividend is payable.

Not applicable.

(e) The date on which Registrable Transfers received by the company (up to 5.00 pm)

will be registered before entitlements to the dividend are determined.

Not applicable.

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

No dividend has been declared or recommended.

13. Aggregate value of interested person transactions conducted pursuant to shareholders' mandate for the half year ended 31 December 2016

The Group did not obtain a general mandate from shareholders for interested person transactions during the current period.

The aggregate values of all Interested Person Transactions ("IPTs") entered into during the period are as follows:

Name of Interested Person	Nature	Aggregate value of all IPTs during the financial year under review S$
Moore Stephens Consultants Pte Ltd	Sale of food and beverages	13,356

14. Confirmation by the Board of Directors ("The Board") pursuant to Rule 720(1) of the Listing Manual

Pursuant to Rule 720(1) of the SGX Listing Manual, the Company has procured undertakings from all its directors and executive officers.

15. Confirmation by the Board of Directors ("The Board") pursuant to Rule 705(5) of the Listing Manual [Negative confirmation pursuant to Rule 705(5)]

On behalf of the Board of Directors of ICP Ltd. (the "Company"), we, the undersigned, hereby confirm that, to the best of our knowledge, nothing has come to the attention of the Board of Directors of the Company which may render these interim financial statements for the six months ended 31 December 2016 to be false or misleading in any material aspects.

For and on behalf of the Directors of ICP Ltd

Aw Cheok Huat Chairman	Tan Kok Hiang Director

BY ORDER OF THE BOARD

Aw Cheok Huat
Director

14 February 2017

This announcement has been reviewed by the Company's Sponsor, RHT Capital Pte. Ltd., for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("**SGX-ST**").

The Company's Sponsor has not independently verified the contents of this announcement. This announcement has not been examined or approved by the SGX-ST and the SGX-ST 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:-

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