

SGX-ST Release
10 November 2017

GIL RECORDED A 25% INCREASE IN NET PROFIT AFTER TAX IN 3Q 2017 AND 9.5% INCREASE IN TOTAL COMPREHENSIVE INCOME FOR THE NINE MONTHS OF 2017

- Profit after tax of S\$5.5 million was 25.0% higher than S\$4.4 million recorded in 3Q 2016
- Total comprehensive income for 9 months of S\$18.5 million was 9.5% higher than S\$16.9 million in the same period last year
- Net asset value per share as at 30 September 2017 of 20.22 cents was 5.97% higher than 19.08 cents as at 31 December 2016 after adjusting for dividends distributed

Global Investments Limited (the “Company”) has today released its financial results for the quarter ended 30 September 2017.

3Q 2017 Results

The Company and its subsidiaries (“the Group”) reported a profit after tax of S\$5.5 million in 3Q 2017, 25.0% higher than the S\$4.4 million recorded in 3Q 2016.

Revenue was slightly lower at S\$8.1 million in 3Q 2017 compared to S\$8.2 million in 3Q 2016. In 3Q 2017, the net gain on financial assets designated as fair value through profit or loss of S\$0.3 million was S\$0.8 million lower than the S\$1.1 million recorded in 3Q 2016. This was offset by a higher gain on sale of investment of S\$1.9 million recorded in 3Q 2017 as compared to S\$1.2 million in 3Q 2016.

Expenses in 3Q 2017 increased by S\$0.8 million to S\$1.8 million compared to S\$1.0 million in 3Q 2016. The higher level of expenses was largely due to the provisioning of the 2H 2017 incentive fees of S\$0.7 million. The actual amount of the incentive fees will be determined on 31 December 2017.

During the quarter, the Group recognised an impairment of S\$0.8 million from its portfolio of listed equities and bonds. In the comparative quarter of 2016, the Group recognised an impairment of S\$2.8 million from its portfolio of listed equities and Avoca VII Class G note.

Other comprehensive income for the Group amounted to S\$0.6 million in 3Q 2017 compared to S\$12.4 million in 3Q 2016. The lower other comprehensive income was largely due to the lower positive movement of the available-for-sale (“AFS”) financial assets revaluation reserve of S\$1.9 million in the current quarter compared to S\$10.7 million in the same quarter last year. In the current quarter, a fair value gain on AFS financial assets of S\$1.3 million was recorded versus S\$7.5 million in the same quarter last year. A fair value loss of S\$0.5 million was reclassified to profit and loss in the current quarter versus S\$3.2 million in the same quarter last year following impairment adjustments and sale of AFS financial assets. A currency translation loss of S\$1.3 million in 3Q 2017 versus a gain of S\$1.7 million in 3Q 2016 also contributed to the lower other comprehensive income in 3Q 2017.

Total comprehensive income for 3Q 2017 was S\$6.1 million compared to S\$16.7 million in the same quarter of 2016.

Nine Months Results

For the nine months ended 30 September 2017, the Group’ registered a net profit of S\$17.1 million which is 2.4% higher than the S\$16.7 million recorded in the same period last year.

Total revenue for the nine months ended 30 September 2017 amounted to S\$28.1 million, which was lower than the S\$29.1 million recorded in the same period last year. This was due to the lower gain on sale of investment of S\$9.0 million as compared to S\$14.6 million recorded in the same period last year. The lower revenue was slightly offset by a net foreign exchange gain of S\$2.8 million and a higher net fair value gain on financial assets designated as fair value through profit or loss of S\$1.8 million in the

current period. In the prior period, a net foreign exchange loss of S\$1.0 million and a lower net fair value gain on financial assets designated as fair value through profit or loss of S\$0.9 million was recorded.

Total expenses for the 9 months ended 30 September 2017 was S\$8.2 million, higher than the S\$4.1 million recorded in the same period last year. The increase was mainly due to the incentive fee of S\$4.9 million charged in the current period.

The Group recognised a net impairment expense of S\$2.7 million for the period ended 30 September 2017 arising from its portfolio of listed equities and bonds, partially offset by the reversal of impairment following the sale of bonds and a bank contingent convertible. For the period ended 30 September 2016, the Group recognised an impairment expense of S\$8.2 million arising from its portfolio of listed equities and Avoca VII G note.

Other comprehensive income for the period ended 30 September 2017 amounted to S\$1.3 million compared to S\$0.2 million in the comparative period, attributed mainly to the higher positive movement of the AFS financial assets revaluation reserve in the current period.

For the period ended 30 September 2017, a fair value gain on AFS financial assets of S\$9.2 million was recorded. However, the gain was offset by a reclassification of fair value gain to profit and loss of S\$2.2 million and a translation loss of S\$5.6 million. In the comparative period, a fair value gain on AFS financial assets of S\$3.9 million and a reclassification of fair value loss to profit and loss of S\$0.8 million was recorded. The gain was offset by a translation loss of S\$4.5 million.

Total comprehensive income for the period ended 30 September 2017 of S\$18.5 million was 9.5% higher than the S\$16.9 million recorded in the same period last year.

The Group achieved earnings per share of 1.08 Singapore cents (based on weighted average number of shares of 1,584.58 million after taking into account the additional shares issued pursuant to the Scrip Dividend Scheme) in the period ended 30 September 2017 as compared to 1.13 Singapore cents (based on weighted average number of shares of 1,475.00 million) in the same period last year.

The net asset value per share of the Group as at 30 September 2017 was 19.57 Singapore cents after the payment of 2016 final dividend of 0.75 Singapore cents per share and taking into account the new shares issued pursuant to the Scrip Dividend Scheme as well as the interim dividend declared in August 2017. If the 2016 final dividend was paid and the shares relating to the Scrip Dividend Scheme had been issued before 31 December 2016, the net asset value per share as at 31 December 2016 would have been 19.08 Singapore cents instead of 20.03 Singapore cents per share. After adjusting for the 2017 interim dividend, the net asset value per share as at 30 September 2017 would have been 20.22 Singapore cents and the increase in net asset value per share would be 5.97%.

Further details on the performance of the Group for the nine months ended 30 September 2017 have been included in the SGX Report released today.

By order of the Board of Directors

Date: 10 November 2017

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About Global Investments Limited

<http://www.globalinvestmentslimited.com>

Global Investments Limited ("GIL") is a mutual fund company incorporated in Bermuda that provides investors access to a diversified portfolio of assets and economic exposures. GIL is managed by Singapore Consortium Investment Management Limited.