

SGX-ST Release  
10 May 2018

**GIL recorded a 0.46% decrease in net asset value per share for first quarter 2018 after adjusting for final dividend**

Global Investments Limited (the Company) has today released its financial results for the quarter ended 31 March 2018.

**Changes arising from the adoption of International Financial Reporting Standards 9 (IFRS 9) with effect from 1 January 2018**

With effect from 1 January 2018, the Company and its subsidiaries (the Group) has adopted IFRS 9. Comparative figures in the Statement of Financial Position as at 31 December 2017 and in the Statement of Comprehensive Income for the quarter ended 31 March 2017 have not been restated and are still accounted for in accordance with International Accounting Standards 39.

Quoted equity shares and debt securities previously held as available-for-sale (AFS) financial assets with gains and losses recorded in other comprehensive income have been measured at fair value through profit and loss (FVTPL) on 1 January 2018. The AFS reserve of S\$7.6 million related to those securities has been reclassified to opening retained earnings.

Debt securities previously held as loans and receivables have been measured at FVTPL on 1 January 2018 after analysing the intention of holding them and of their contractual cashflow characteristics. The net asset value of the Group has increased by S\$1.7 million from fair value adjustments of such securities with a corresponding increase in the opening retained earnings by the same amount.

Differences arising from the adoption of IFRS 9 have been recognised directly in retained earnings as of 1 January 2018 and are disclosed under "Consolidated Statement of Changes in Shareholders' Equity". In total, the opening retained earnings has increased by S\$9.3 million on 1 January 2018 following the adoption of IFRS 9.

**Financial Performance for Quarter Ended 2018**

The Group recorded a net loss after tax of S\$2.2 million in the current quarter as compared to a net profit after tax of S\$6.8 million in the same quarter last year.

During the quarter, the Group recorded a revenue of negative S\$1.1 million as compared to S\$10.9 million in the same quarter last year. As highlighted in the earlier paragraphs, all quoted equity shares and debt securities are measured at FVTPL and the fair value adjustments are recorded in the profit and loss statement following the adoption of IFRS 9. Due to the overall reduction in market prices of such shares and securities, a fair value loss of S\$4.9 million was recognised during the quarter. This loss was cushioned by interest income of S\$3.6 million.

Expenses in 1Q 2018 reduced to S\$1.1 million compared to S\$3.9 million recorded in 1Q 2017. This was largely due to the absence of incentive fee accrual and net foreign exchange loss.

No impairment expense or reversal of impairment expense will be recognised going forward as all financial assets held is classified as FVTPL following the adoption of IFRS 9. In 1Q 2017, a net impairment expense of S\$0.1 million was recognised from the portfolio of listed equities and bonds.

Other comprehensive income for the Group amounted to a loss of S\$1.1 million in 1Q 2018 as compared to a loss of S\$1.4 million in 1Q 2017. The loss in the current quarter was attributed by translation loss as a result of the weakening of USD against SGD. In 1Q 2017, the loss was due to translation loss of S\$3.0 million, cushioned by a net fair value gain in the AFS financial assets revaluation reserve.



Total comprehensive income for the Group amounted to a loss of S\$3.3 million for 1Q 2018 compared to an income of S\$5.4 million in the same quarter last year.

The net asset value per share of the Group as at 31 March 2018 was 19.45 Singapore cents. If the FY2017 final dividend was declared in FY2017 instead of FY2018, the net asset value per share as at 31 December 2017 would have been 19.54 Singapore cents instead of 20.14 Singapore cents per share and the decrease in net asset value per share would be 0.46% for the period ended 31 March 2018.

Further details on the performance of the Group for the period ended 31 March 2018 have been included in the SGX Report released today.

By order of the Board of Directors

Date: 10 May 2018

**Further Information:**

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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.