



ASTAKA HOLDINGS LIMITED  
(Company Registration Number: 200814792H)  
(Incorporated in the Republic of Singapore)

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## ADOPTION OF FINANCIAL REPORTING STANDARDS

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The Board of Directors of Astaka Holdings Limited (“Company”), together with its subsidiaries, “Group”) wishes to announce that the Group is currently performing an assessment of the impact on the early adoption of the Singapore Financial Reporting Standards (“FRS”), FRS 115 *Revenue from Contract with Customers* (“FRS 115”) on the Group’s financial statements for the financial year ended 30 June 2017 (“FY2017”).

FRS 115 establishes a comprehensive framework for determining whether, how much and when revenue is recognised. It also introduces new cost guidance which requires certain costs of obtaining and fulfilling contracts to be recognised as separate assets when specified criteria are met.

When effective, FRS 115 replaces existing revenue recognition guidance, including FRS 18 *Revenue*, FRS 11 *Construction Contracts*, INT FRS 113 *Customer Loyalty Programmes*, INT FRS 115 *Agreements for the Construction of Real Estate*, INT FRS 118 *Transfers of Assets from Customers* and INT FRS 31 *Revenue – Barter Transactions Involving Advertising Services*.

FRS 115 is effective for the Group for the annual periods beginning on or after 1 July 2018, with early adoption permitted.

The Group intends to use the full retrospective approach upon the early adoption of FRS 115 and prior periods’ information will be restated accordingly.

Based on the initial assessment of the requirements of FRS115, the Group expects to recognise revenue from property development over time as the Group's performance does not create an asset with alternative use to the Group and it has an enforceable right to payment for performance completed to date. Furthermore, based on preliminary assessment, the Group expects to report profit in FY2017 from the adoption of FRS115.

Further details of the Group's financial performance will be disclosed when the Company finalizes and announces its unaudited financial results for FY2017 on or before 29 August 2017.

In the meantime, shareholders and potential investors are advised to exercise caution when dealing in the shares of the Group and to seek the advice of stockbrokers, bankers or financial advisers when dealing in the shares of the Group.

## **BY ORDER OF THE BOARD**

Dato Zamani Bin Kasim  
Executive Director and Chief Executive Officer

Date: 11 July 2017

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This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor"), for compliance with the Singapore Exchange Securities Trading Limited (the "SGX-ST") Listing Manual Section B: Rules of Catalyst. The Sponsor has not verified the contents of this announcement. This announcement has not been examined or approved by the SGX-ST.

The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement, including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr. Lance Tan, Director, Continuing Sponsorship, at 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, telephone (+65) 6229 8088.