

## Unaudited Financial Statement and Dividend Announcement – Second Quarter and Half Year ended 30 June 2016

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

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

#### Unaudited Consolidated Income Statement

	GROUP			GROUP		
	Quarter Ended 30-Jun-16	Quarter Ended 30-Jun-15	Increase / (Decrease)	Half Year Ended 30-Jun-16	Half Year Ended 30-Jun-15	Increase / (Decrease)
	S\$	S\$	%	S\$	S\$	%
<b>Revenue</b>	<b>416,762</b>	<b>399,390</b>	4%	<b>1,195,048</b>	<b>2,027,514</b>	-41%
Cost of media sales	(407,747)	(304,727)	34%	(855,092)	(564,658)	51%
Administrative expenses	(1,100,436)	(1,539,432)	-29%	(2,174,084)	(2,855,400)	-24%
Other income - net	7,807,745	867,581	800%	8,059,903	1,217,324	562%
Other expenses - net	(420)	(1,215,562)	-100%	(840)	(2,045,205)	-100%
<b>Profit/(Loss) from operations</b>	<b>6,715,904</b>	<b>(1,792,750)</b>	nm	<b>6,224,935</b>	<b>(2,220,425)</b>	nm
Finance income	73	2,928	-98%	519	3,074	-83%
Finance costs	(106,642)	(152,867)	-30%	(167,640)	(729,764)	-77%
Share of loss of associated company	(1,903,251)	(39,130)	4764%	(1,111,666)	(543,556)	105%
<b>Profit/(Loss) before tax</b>	<b>4,706,084</b>	<b>(1,981,819)</b>	nm	<b>4,946,148</b>	<b>(3,490,671)</b>	nm
Income tax expense	(163,652)	-	nm	(165,525)	(2,229)	7326%
<b>Profit/(Loss) after tax</b>	<b>4,542,432</b>	<b>(1,981,819)</b>	nm	<b>4,780,623</b>	<b>(3,492,900)</b>	nm
<b>Profit/(Loss) attributable to:</b>						
Owners of the Company	4,628,358	(1,916,573)	nm	4,902,062	(3,387,328)	nm
Non-controlling interest	(85,926)	(65,246)	32%	(121,439)	(105,572)	15%
	<b>4,542,432</b>	<b>(1,981,819)</b>	nm	<b>4,780,623</b>	<b>(3,492,900)</b>	nm

nm = not meaningful

## Unaudited Consolidated Statement of Comprehensive Income

	GROUP			GROUP		
	Quarter Ended 30-Jun-16	Quarter Ended 30-Jun-15	Increase / (Decrease)	Half Year Ended 30-Jun-16	Half Year Ended 30-Jun-15	Increase / (Decrease)
	S\$	S\$	%	S\$	S\$	%
Profit/(Loss) after tax	4,542,432	(1,981,819)	nm	4,780,623	(3,492,900)	nm
<b>Other comprehensive income / (loss), net of tax:</b>						
<i>Items that may be reclassified subsequently to profit or loss:</i>						
Exchange differences on translation of foreign operations	635,588	2,065,968	nm	329,905	1,114,549	nm
Net fair value gain on financial assets, available-for-sale	(27,124)	(237,489)	-89%	90,492	(158,946)	nm
Share of Other Comprehensive (loss)/income of associated companies	(508,433)	306,623	nm	(815,119)	306,623	nm
<b>Other comprehensive income/(loss) for the period, net of tax</b>	<b>100,031</b>	<b>2,135,102</b>	<b>nm</b>	<b>(394,722)</b>	<b>1,262,226</b>	<b>nm</b>
<b>Total comprehensive income/(loss) for the period</b>	<b>4,642,463</b>	<b>153,283</b>	<b>2929%</b>	<b>4,385,901</b>	<b>(2,230,674)</b>	<b>nm</b>
<b>Total comprehensive income/(loss) attributable to:</b>						
Owners of the Company	4,728,389	211,526	2135%	4,507,340	(2,134,372)	nm
Non-controlling interest	(85,926)	(58,243)	48%	(121,439)	(96,302)	26%
	<b>4,642,463</b>	<b>153,283</b>	<b>2929%</b>	<b>4,385,901</b>	<b>(2,230,674)</b>	<b>nm</b>

nm = not meaningful

## Notes to the Statement of Comprehensive Income

Loss before tax is after (charging)/crediting:-

	GROUP		GROUP	
	Quarter Ended 30-Jun-16	Quarter Ended 30-Jun-15	Half Year Ended 30-Jun-16	Half Year Ended 30-Jun-15
	S\$	S\$	S\$	S\$
Depreciation and amortisation expenses	(473,343)	(334,155)	(980,477)	(662,694)
Fair value gain on financial liability, at fair value through profit or loss	1,101,978	-	1,101,978	-
Fair value gain/(loss) on financial assets, at fair value through profit or loss	-	630,357	-	(171,704)
Finance income	73	2,928	519	3,074
Finance costs	(106,642)	(152,867)	(167,640)	(729,764)
Foreign exchange (loss)/gain - net	(88,059)	(2,123,424)	37,463	(1,859,710)
Gain on disposal of financial assets, available-for-sale	523,440	101,321	523,440	101,321
Impairment loss on financial assets, available-for-sale	-	13,791	-	13,791
Share of loss of associated companies	(1,903,251)	(39,130)	(1,111,666)	(543,556)
Waiver of loan and interest payable	6,262,378	-	6,262,378	-
Write back of impairment loss on trade and other receivables	-	987,941	100,000	987,941

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

	<b>GROUP</b>		<b>Company</b>	
	As at 30 June 2016 S\$	As at 31 December 2015 S\$	As at 30 June 2016 S\$	As at 31 December 2015 S\$
<b>ASSETS</b>				
<b>Current Assets</b>				
Cash and bank balances	475,443	729,008	88,832	161,292
Financial assets, available-for-sale	-	350,657	-	-
Trade receivables	80,374	24,531	-	-
Other current assets	1,358,485	1,485,992	582,907	554,216
Amount due from subsidiaries	-	-	1,049,004	1,755,580
<b>Total Current Assets</b>	<b>1,914,302</b>	<b>2,590,188</b>	<b>1,720,743</b>	<b>2,471,088</b>
<b>Non-Current Assets</b>				
Investments in subsidiaries	-	-	141,498	141,498
Investments in associated companies	2,833,489	4,553,818	-	-
Financial assets, available-for-sale	5,121,894	5,031,403	-	-
Property, plant and equipment	1,000,995	701,511	524,887	619,769
Investment properties	2,173,797	2,195,648	-	-
Intangible assets	1,994,516	2,415,185	-	-
Other non-current assets	262,296	261,926	136,835	136,835
Amount due from subsidiaries	-	-	9,319,077	9,319,077
Goodwill	5,772,203	5,772,203	-	-
<b>Total Non-Current Assets</b>	<b>19,159,190</b>	<b>20,931,694</b>	<b>10,122,297</b>	<b>10,217,179</b>
<b>Total Assets</b>	<b>21,073,492</b>	<b>23,521,882</b>	<b>11,843,040</b>	<b>12,688,267</b>
<b>Current Liabilities</b>				
Trade and other payables	8,626,076	8,842,859	2,306,897	2,634,241
Income tax payable	2,419	1,639	-	-
Borrowings	1,384,535	7,064,916	11,471	22,698
<b>Total Current Liabilities</b>	<b>10,013,030</b>	<b>15,909,414</b>	<b>2,318,368</b>	<b>2,656,939</b>
<b>Non-Current Liabilities</b>				
Financial liability, at fair value through profit or loss	3,251,347	4,353,325	-	-
Deferred tax liabilities	163,652	-	-	-
Borrowings	882,118	881,699	54,790	54,790
<b>Total Non-Current Liabilities</b>	<b>4,297,117</b>	<b>5,235,024</b>	<b>54,790</b>	<b>54,790</b>
<b>Total Liabilities</b>	<b>14,310,147</b>	<b>21,144,438</b>	<b>2,373,158</b>	<b>2,711,729</b>
<b>Equity Attributable to Owners of the Company</b>				
Share capital	119,912,067	119,912,067	119,912,067	119,912,067
Accumulated losses	(105,274,597)	(110,176,659)	(110,528,104)	(110,021,448)
Foreign currency translation reserve	380,436	865,650	85,919	85,919
Other reserve	(10,429,690)	(10,429,690)	-	-
Fair value reserve	2,272,096	2,181,604	-	-
<b>Total Shareholders' Funds</b>	<b>6,860,312</b>	<b>2,352,972</b>	<b>9,469,882</b>	<b>9,976,538</b>
<b>Non-controlling Interests</b>	<b>(96,967)</b>	<b>24,472</b>	<b>-</b>	<b>-</b>
<b>Total Equity</b>	<b>6,763,345</b>	<b>2,377,444</b>	<b>9,469,882</b>	<b>9,976,538</b>
<b>Total Liabilities and Equity</b>	<b>21,073,492</b>	<b>23,521,882</b>	<b>11,843,040</b>	<b>12,688,267</b>

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

**(A) Amount repayable in one year or less, or on demand**

As at 30 June 2016		As at 31 December 2015	
S\$	S\$	S\$	S\$
Secured	Unsecured	Secured	Unsecured
944,535	440,000	7,014,916	50,000

**(B) Amount repayable after one year**

As at 30 June 2016		As at 31 December 2015	
S\$	S\$	S\$	S\$
Secured	Unsecured	Secured	Unsecured
882,118	Nil	881,699	Nil

**(C) Whether the amounts are secured or unsecured**

The amounts are secured by investment properties, plant and equipment, personal guarantee from key management personnel, the proceeds from sales of media content and debenture on assets.

**(D) Details of any collateral:**

- (1) The Company is a corporate guarantor for a term loan granted to a wholly owned subsidiary. The term loan is for the purchase of a leasehold property and is secured by the said property.
- (2) The Group's motor vehicles are purchased under Hire Purchase and are secured by the said vehicles.
- (3) The Company is a corporate guarantor to a fund managed by a former subsidiary for the fund's investee company secured redeemable notes. The Company has a back to back indemnity from the former subsidiary for the amount guaranteed by the Company and is working towards the eventual release of the corporate guarantee.
- (4) Term loans are granted to subsidiaries which are secured by personnel guarantees from key management personals and proceeds from sales of media content and debenture on assets.

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

	<b>GROUP</b>		<b>GROUP</b>	
	Quarter Ended 30 June 2016	Quarter Ended 30 June 2015	Half Year Ended 30 June 2016	Half Year Ended 30 June 2015
	S\$	S\$	S\$	S\$
<b>Cash flows from operating activities:</b>				
Profit/(Loss) before tax	4,706,084	(1,981,819)	4,946,148	(3,490,671)
Adjustments for:				
Depreciation and amortisation expenses	473,343	334,155	980,477	662,694
Fair value (gain) on financial liability, at fair value through profit or loss	(1,101,978)	-	(1,101,978)	-
Fair value (gain)/loss on financial assets, at fair value through profit or loss	-	(630,357)	-	171,704
Finance income	(73)	(2,928)	(519)	(3,074)
Finance costs	106,642	152,867	167,640	729,764
Gain on disposal of financial assets, available for sale	(523,440)	(101,321)	(523,440)	(101,321)
Gain on disposal of property, plant and equipment	-	-	(193)	-
Impairment loss on financial assets, available-for-sale	-	(13,791)	-	13,791
Waiver of loan payable	(6,177,103)	-	(6,177,103)	-
Waiver of loan interest payable	(85,275)	-	(85,275)	-
Share of loss of associated companies	1,903,251	39,130	1,111,666	543,556
Write back of impairment loss on other receivables	-	(987,941)	(100,000)	(987,941)
Unrealised foreign currency translation (gain)/loss	82,149	2,166,117	(69,992)	1,709,748
<b>Operating cash flows before changes in working capital</b>	<b>(616,400)</b>	<b>(1,025,888)</b>	<b>(852,569)</b>	<b>(751,750)</b>
Changes in working capital:				
Financial assets, available-for-sale	874,097	573,555	874,097	(331,137)
Financial assets, at fair value through profit or loss	-	521,357	-	494,296
Trade and other receivables and other current assets	179,627	653,904	207,302	(1,392,270)
Trade and other payables	(435,740)	(426,018)	5,681	1,764,486
<b>Net cash generated from / (used in) operations</b>	<b>1,584</b>	<b>296,910</b>	<b>234,511</b>	<b>(216,375)</b>
Income tax paid	(839)	116,273	(1,093)	110,254
<b>Net cash generated from / (used in) operating activities</b>	<b>745</b>	<b>413,183</b>	<b>233,418</b>	<b>(106,121)</b>
<b>Cash flows from investing activities:</b>				
Interest received	73	2,928	519	3,074
Purchase of intangible assets	(91,320)	(30,202)	(398,522)	(113,706)
Purchase of property, plant and equipment	(437,894)	(953)	(437,894)	(12,203)
Proceeds from disposal of property, plant and equipment	-	-	240	-
<b>Net cash used in investing activities</b>	<b>(529,141)</b>	<b>(28,227)</b>	<b>(835,657)</b>	<b>(122,835)</b>
<b>Cash flows from financing activities:</b>				
Repayment to former subsidiary	(175,460)	(15,000)	(242,735)	(15,000)
Deposit at call pledged	-	(149,866)	-	(149,866)
Proceeds from borrowings	730,000	-	1,030,000	-
Repayment of borrowings	(347,079)	(215,110)	(361,943)	(1,830,241)
Repayment of finance leases	(7,308)	(7,360)	(14,554)	(14,675)
Interest paid	(28,520)	(6,999)	(62,094)	(131,937)
<b>Net cash generated from / (used in) financing activities</b>	<b>171,633</b>	<b>(394,335)</b>	<b>348,674</b>	<b>(2,141,719)</b>
Net decrease in cash and cash equivalents	(356,763)	(9,379)	(253,565)	(2,370,675)
Cash and cash equivalents at the beginning of the year	832,206	764,434	729,008	3,125,730
<b>Cash and cash equivalent at the end of the quarter</b>	<b>475,443</b>	<b>755,055</b>	<b>475,443</b>	<b>755,055</b>
<b>Cash and cash equivalent as above</b>	<b>475,443</b>	<b>755,055</b>	<b>475,443</b>	<b>755,055</b>
Deposit at call pledged	-	149,866	-	149,866
<b>Cash and cash equivalent as per balance sheets</b>	<b>475,443</b>	<b>904,921</b>	<b>475,443</b>	<b>904,921</b>

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

	Share Capital	Foreign Currency Translation Reserve	Accumulated Losses	Fair Value Reserve	Other Reserves	Total	Non- Controlling Interest	Total Equity
	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$
<b>GROUP</b>								
<b><u>3 months ended</u></b>								
<b><u>30 June 2016</u></b>								
At 1 April 2016	119,912,067	253,281	(109,902,955)	2,299,220	(10,429,690)	2,131,923	(11,041)	2,120,882
Profit	-	-	4,628,358	-	-	4,628,358	(85,926)	4,542,432
Other Comprehensive income/(loss)	-	127,155	-	(27,124)	-	100,031	-	100,031
Total comprehensive (loss)/income	-	127,155	4,628,358	(27,124)	-	4,728,389	(85,926)	4,642,463
<b>Balance as at 30 June 2016</b>	<b>119,912,067</b>	<b>380,436</b>	<b>(105,274,597)</b>	<b>2,272,096</b>	<b>(10,429,690)</b>	<b>6,860,312</b>	<b>(96,967)</b>	<b>6,763,345</b>
<b>GROUP</b>	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>
<b><u>3 months ended</u></b>								
<b><u>30 June 2015</u></b>								
At 1 April 2015	119,912,067	(569,746)	(106,340,960)	(188,077)	(10,626,467)	2,186,817	88,719	2,275,536
Loss	-	-	(1,916,573)	-	-	(1,916,573)	(65,246)	(1,981,819)
Other Comprehensive (loss)/income	-	2,365,588	-	(237,489)	-	2,128,099	7,003	2,135,102
Total comprehensive (loss)/income	-	2,365,588	(1,916,573)	(237,489)	-	211,526	(58,243)	153,283
<b>Balance as at 30 June 2015</b>	<b>119,912,067</b>	<b>1,795,842</b>	<b>(108,257,533)</b>	<b>(425,566)</b>	<b>(10,626,467)</b>	<b>2,398,343</b>	<b>30,476</b>	<b>2,428,819</b>

	Share Capital	Foreign Currency Translation Reserve	Accumulated Losses	Total
	S\$	S\$	S\$	S\$
<b>COMPANY</b>				
<b><u>3 months ended 30 June 2016</u></b>				
At 1 April 2016	119,912,067	85,919	(110,271,111)	9,726,875
Loss	-	-	(256,993)	(256,993)
Total comprehensive loss	-	-	(256,993)	(256,993)
<b>Balance as at 30 June 2016</b>	<b>119,912,067</b>	<b>85,919</b>	<b>(110,528,104)</b>	<b>9,469,882</b>
<b>COMPANY</b>	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>
<b><u>3 months ended 30 June 2015</u></b>				
At 1 April 2015	119,912,067	85,919	(100,890,630)	19,107,356
Loss	-	-	(871,942)	(871,942)
Total comprehensive loss	-	-	(871,942)	(871,942)
<b>Balance as at 30 June 2015</b>	<b>119,912,067</b>	<b>85,919</b>	<b>(101,762,572)</b>	<b>18,235,414</b>

	Share Capital	Foreign Currency Translation Reserve	Accumulated Losses	Fair Value Reserve	Other Reserve	Total	Non- Controlling Interest	Total Equity
GROUP	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$
<b>6 months ended 30 June 2016</b>								
At 1 January 2016	119,912,067	865,650	(110,176,659)	2,181,604	(10,429,690)	2,352,972	24,472	2,377,444
Profit	-	-	4,902,062	-	-	4,902,062	(121,439)	4,780,623
Other Comprehensive (loss)/income	-	(485,214)	-	90,492	-	(394,722)	-	(394,722)
Total comprehensive income/ (loss)	-	(485,214)	4,902,062	90,492	-	4,507,340	(121,439)	4,385,901
<b>Balance as at 30 June 2016</b>	<b>119,912,067</b>	<b>380,436</b>	<b>(105,274,597)</b>	<b>2,272,096</b>	<b>(10,429,690)</b>	<b>6,860,312</b>	<b>(96,967)</b>	<b>6,763,345</b>
<b>GROUP</b>	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>
<b>6 months ended 30 June 2015</b>								
At 1 January 2015 (previously reported)	119,912,067	383,940	(101,958,477)	(266,620)	(10,626,467)	7,444,443	126,778	7,571,221
Prior year adjustments	-	-	(2,911,728)	-	-	(2,911,728)	-	(2,911,728)
At 1 January 2015 (restated)	119,912,067	383,940	(104,870,205)	(266,620)	(10,626,467)	4,532,715	126,778	4,659,493
Loss	-	-	(3,387,328)	-	-	(3,387,328)	(105,572)	(3,492,900)
Other Comprehensive income/ (loss)	-	1,411,902	-	(158,946)	-	1,252,956	9,270	1,262,226
Total comprehensive income/ (loss)	-	1,411,902	(3,387,328)	(158,946)	-	(2,134,372)	(96,302)	(2,230,674)
<b>Balance as at 30 June 2015</b>	<b>119,912,067</b>	<b>1,795,842</b>	<b>(108,257,533)</b>	<b>(425,566)</b>	<b>(10,626,467)</b>	<b>2,398,343</b>	<b>30,476</b>	<b>2,428,819</b>

	Share Capital	Foreign Currency Translation Reserve	Accumulated Losses	Total
COMPANY	S\$	S\$	S\$	S\$
<b>6 months ended 30 June 2016</b>				
At 1 January 2016	119,912,067	85,919	(110,021,448)	9,976,538
Loss	-	-	(506,656)	(506,656)
Total comprehensive loss	-	-	(506,656)	(506,656)
<b>Balance as at 30 June 2016</b>	<b>119,912,067</b>	<b>85,919</b>	<b>(110,528,104)</b>	<b>9,469,882</b>
<b>COMPANY</b>	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>
<b>6 months ended 30 June 2015</b>				
At 1 January 2015	119,912,067	85,919	(100,763,252)	19,234,734
Loss	-	-	(999,320)	(999,320)
Total comprehensive loss	-	-	(999,320)	(999,320)
<b>Balance as at 30 June 2015</b>	<b>119,912,067</b>	<b>85,919</b>	<b>(101,762,572)</b>	<b>18,235,414</b>

- 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 the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.**

None, not applicable

- 1(d)(iii) 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**

	As at 30 June 2016	As at 31 December 2015
Total number of issued shares	1,097,505,101	1,097,505,101
Less: Treasury Shares	Nil	Nil
Total number of issued shares excluding treasury shares	1,097,505,101	1,097,505,101

- 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**

Not applicable.

- 2. Whether the figures have been audited, or reviewed and in accordance with which standard (e.g. the Singapore Standard on Auditing 910 (Engagements to Review Financial Statements), or an equivalent standard).**

The financial results of the Group for the quarter ended 30 June 2016 have not been audited or reviewed.

- 3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).**

The financial results of the Group for the quarter ended 30 June 2016 have not been audited or reviewed.

- 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 as in the most recently audited financial statements as at 31 December 2015.

- 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 changes.**

The Group has adopted the same accounting policies and method of computations in the financial statements for the current financial period reported as in the last audited financial statements, as well as all the applicable Financial Reporting Standards ("FRS") which became effective for the financial year beginning on or after 1 January 2016. The adoption of these new and revised FRS has no material effect for the current financial period.



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

**Earnings per share**

	Group		Group	
	Quarter ended 30 June 2016	Quarter ended 30 June 2015	Half Year ended 30 June 2016	Half Year ended 30 June 2015
Loss per ordinary share for the year after deducting any provision for preference dividend:-				
Basic and fully diluted				
Group (Singapore cents)	0.42	(0.17)	0.45	(0.31)
Weighted average number of ordinary shares for the purposes of computing basic and diluted earnings per share	1,097,505,101	1,097,505,101	1,097,505,101	1,097,505,101
Profit/(loss) attributable to owners of the Company (\$\$)	4,628,358	(1,916,573)	4,902,062	(3,387,328)

7. Net asset value (for the issuer and the group) per ordinary share based on issued share capital of the issuer at the end of the (a) current period reported on and (b) immediately preceding financial year

	As at 30 June 2016	As at 31 December 2015
Net asset value per ordinary share based on existing issued share capital at the end of the period :-		
(i) Based on number of ordinary shares		
Group (Singapore cents)	0.63	0.21
Company (Singapore cents)	0.86	0.91
Number of shares in issue applicable to net asset value per ordinary share	1,097,505,101	1,097,505,101

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss 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. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on

(a) **Income Statement**

**Revenue**

For Q2 FY2016, revenue increased by 4% or by S\$0.02 million from S\$0.4 million in Q2 FY2015 to S\$0.42 million in Q2 FY2016.

For HY FY2016, revenue decreased by 41% or by S\$0.8 million from S\$2 million in HY FY2015 to S\$1.2 million in HY FY2016 as the Group recorded lower revenue from its media sales segment from its subsidiary Hub Media Group Pte Ltd ("Hub Media"). The lower sales were mainly due to clients switching to different content genre. This resulted in the push back of content delivery for Hub Media and hence, a lower media sales revenue.

## Profit before tax

The Group recorded a profit before tax of approximately S\$4.7 million and S\$4.9 million in Q2 FY2016 and HY FY2016 respectively as compared to a loss before tax of approximately S\$2 million and S\$3.5 million in Q2 FY2015 and HY FY2015 respectively. The profit before tax in Q2 FY2016 and HY FY2016 were mainly due to the waiver of loan and interest payment of S\$6.3 million.

## Comprehensive income/(loss)

The Group recorded other comprehensive income of approximately S\$0.1 million in Q2 FY2016 as compared to the other comprehensive income of approximately S\$2.1 million in Q2 FY2015.

The Group recorded other comprehensive loss of approximately S\$0.4 million in HY FY2016 as compared to the other comprehensive income of approximately S\$1.3 million in HY FY2015.

## Expenses

- (1) **Cost of media sales** in Q2 FY2016 was attributed to Hub Media mainly for the purchase of media content to meet sales obligation. The media content license fee are amortized over the period of their estimated useful life of between 2 to 6 years.
- (2) **Administrative expenses** decreased by approximately of S\$0.4 million in Q2 FY2016 as compared to Q2 FY2015 due mainly to lower employee cost.
- (3) **Other income** increased by approximately of S\$6.9 million in Q2 FY2016 as compared to Q2 FY2015 due mainly to fair value gain on financial liability and waiver of loan and interest payment.
- (4) **Other expenses** decreased by approximately of S\$1.2 million in Q2 FY2016 as compared to Q2 FY2015 as the Group recorded foreign exchange loss in FY2015.
- (5) **Finance income** comprised of interest income from bank deposits.
- (6) **Finance cost** decreased by S\$0.05 million in Q2 FY2016 as compared to Q2 FY2015. The decrease was due mainly to the decrease in the interest expenses on other payables which comprise of advances from former subsidiary which were interest free beginning from 1 March 2015.

	Q2 FY2016	Q2 FY2015	Variance
	S\$'000	S\$'000	S\$'000
Interest expenses on borrowings	79	14	65
Interest expenses on advances from other payables	28	139	(111)
Total	107	153	(46)

- (7) The Group recorded share of loss from associated company in Q2 FY2016 and Q2 FY2015.

(b)

## **Consolidated Balance Sheet and Cash Flow:**

The **net current liabilities** of the Group was approximately S\$8.1 million as at 30 June 2016 as compared to net current liabilities of S\$13.3 million as at 31 December 2015.

The subscription agreement was signed on 2 October 2015 for the issuance of 1% unsecured equity linked redeemable structured convertible notes due 2018.

The decrease of approximately S\$5.2 million in net current liabilities was primarily due to:

- 1a. **Cash and Cash Equivalent** decreased by approximately S\$0.3 million. This was due to the Group generated S\$0.2 million in its operating activities, net cash used in investing activities of S\$0.8 million and net cash generated from financing activities of S\$0.3 million.

The cash used in investing activities of S\$0.8 million was due mainly to the purchase of intangible assets and equipment in current quarter, see note 8(b)(2c)(2e) below.

The cash generated from financing activities of S\$0.3 million was due mainly due to the proceeds from borrowings. The increase were offset by the repayment of borrowings and related interests to former subsidiary and banks.

- 1b. **Financial Assets, available for sale** comprised quoted security listed in Singapore which was disposed in the current period.
  - 1c. The increase in **trade receivables** were mainly from subsidiary Hub Media as Hub Media billed customers for content delivered.
  - 1d. The **other current assets** comprised of prepayments and deposit paid.
  - 1e. **Trade and other payables** decreased by approximately S\$0.2 million. This was due mainly to the reclassification of the deposit received from buyer upon the disposal of quoted security in the current period.
  - 1f. **Borrowings** refer to the current portion of the bank term loans, hire purchase creditors and third party loans.
- The net non-current assets of the Group was approximately S\$14.9 million as at 30 June 2016 as compared with \$15.7 million as at 31 December 2015. The decrease of approximately S\$0.8 million was mainly due to:
- 2a. **Investments in associated companies** decreased mainly due from the Group's share in net losses.
  - 2b. **Financial assets, available for sale** increased by approximately S\$0.1 million mainly due to the fair value gain recognized in other comprehensive income in Q2 FY2016.
  - 2c. The increase in **Property, plant and equipment** was due to the addition of lease improvement, furniture and equipment for a newly set up pre-school and was reduced by the depreciation charged for the period.
  - 2d. The decrease in **Investment properties** was due to the depreciation charged for the period.
  - 2e. The decrease in **Intangible assets** was due to the amortisation charged for the period for Content license fees. See also note 8(a)(1).
  - 2f. **Other non-current assets** refer to the long term portion of the deposit paid for rental.
  - 2g. **Borrowings** refer to the long term portion of the bank term loans for property, hire purchase creditors and a third party loan.
  - 2h. **Financial liability, at fair value through profit or loss** refer to the long term portion of the economic right on quoted securities payable to former subsidiary. The decrease was due to fair value gain recognized for the period.

**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 was made previously.

**10. A commentary at the date of the announcement of the 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 year and the next 12 months**

Consumer Business

The Group continues to face challenges such as currency fluctuations, soft consumer demand, and competitive environment especially in the media sales division. We remain mindful and will take appropriate action to mitigate the impact on the Group's business.

Our first Hi-5 House of Learning preschool centre has officially opened on 10 June 2016 and commenced operation at 10 Hoe Chiang Road, #01-03 Keppel Towers, Singapore 089315. The preschool centre is going through the development phase and we expect the operation to be stabilised towards the end of the year.

Convertible note

As announced previously, the Group has announced that it has entered into a supplemental agreement for the convertible notes. Further updates will be provided on the bond issue and the streamline exercise.

**11. Dividend**

**(a) Current Financial Year Reported On 30 June 2016**

Any dividend declared for the current financial year reported on?

Not applicable.

**(b) Corresponding Period of the Immediately Preceding Financial Year**

Any dividend declared for the corresponding year of the immediately preceding financial year?

No dividend has been declared for the corresponding year of the immediately preceding financial year ended 31 December 2015.

**(c) Date payable**

Not Applicable.

**(d) Books closure date**

Not applicable.

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

No dividend has been recommended or declared by the Company for the financial period under review.

**13. Summary of Interested Person Transactions**

**Summary of Interested Person Transactions for the financial period ended 30 June 2016**

There is no general mandate on Interested Person Transactions.

The aggregate value of interested person transactions for the period ended 30 June 2016 is as follows:

Group				
Name of interested person and nature of transactions	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than S\$100,000 and transaction conducted under shareholders' mandate pursuant to Rule 920)		Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 excluding (excluding transactions less than S\$100,000)	
	HY ended 30 June 2016	HY ended 30 June 2015	HY ended 30 June 2016	HY ended 30 June 2015
Datuk Jared Lim Chih Li	N.A.	N.A.	N.A.	N.A.
Mr. Ng Teck Wah	N.A.	N.A.	N.A.	N.A.

**Material Contracts**

Save as disclosed above, there were no other material contracts of the Company and its subsidiaries involving the interests of the Managing Director, any director or controlling shareholders for Q2 and HY ended 30 June 2016.

**14. Confirmation pursuant to the Rule 705(5) of the listing manual**

To the best of our knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited interim results of the Group for the Q2 and HY ended 30 June 2016 to be false and misleading in any material aspect.

**BY ORDER OF THE BOARD**

Datuk Jared Lim Chih Li  
Managing Director  
12 August 2016

Jaleeludeen Bin Abu Baker  
Audit Committee Chairman  
12 August 2016