

**UNAUDITED FINANCIAL STATEMENTS AND RELATED ANNOUNCEMENT FOR THE FIRST QUARTER ENDED 31 OCTOBER 2016**

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

*1(a) An income statement and statement of comprehensive income, or a statement of comprehensive income, for the group, together with a comparative statement for the corresponding period of the immediately preceding financial year.*

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

	<b>Group</b>		<b>Change</b>
	<b>3 months ended 31/10/16</b>	<b>3 months ended 31/10/15</b>	
	<b>S\$'000</b>	<b>S\$'000</b>	<b>%</b>
<b>Revenue</b>	26,522	25,603	4
Cost of Sales	(21,109)	(17,876)	18
<b>Gross Profit</b>	5,413	7,727	(30)
Finance Income	230	240	(4)
Other Gains	416	266	56
Administrative Expenses	(1,696)	(1,876)	(10)
Finance Costs	-	(6)	(100)
Other Losses	-	(1,361)	(100)
<b>Profit Before Tax</b>	4,363	4,990	(13)
Income Tax Expense	(286)	(871)	(67)
<b>Profit Net of Tax</b>	4,077	4,119	(1)
<b>Other Comprehensive Income / (Losses):</b>			
<b>Items That May Be Reclassified Subsequently to Profit or Loss:</b>			
Exchange Differences on Translating Foreign Operations, Net of Tax	225	(378)	(160)
Available-for-Sale Financial Assets, Net of Tax	18	(70)	(126)
<b>Other Comprehensive Income / (Losses) for the Period, Net of Tax</b>	243	(448)	(154)
<b>Total Comprehensive Income</b>	4,320	3,671	18
<b>Profit Attributable to:</b>			
Owners of the Parent, Net of Tax	4,077	4,119	(1)
Non-Controlling Interests, Net of Tax	-*	-*	-
	4,077	4,119	(1)
<b>Total Comprehensive Income Attributable to:</b>			
Owners of the Parent	4,320	3,671	18
Non-Controlling Interests	-*	-*	-
	4,320	3,671	18

**Notes to the Consolidated Statement of Profit or Loss and Other Comprehensive Income**

The profit or loss is arrived at after (charging) / crediting the following:

Allowance for impairment on trade receivables - reversal	10	-
Depreciation of investment property	(617)	(616)
Depreciation of property, plant and equipment	(427)	(426)
Dividend income	39	13
Foreign exchange gains / (losses)	159	(1,360)
Government grants	43	41
Plant and equipment written off	-	(1)

\* amount less than \$500

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

	Group		Company	
	31/10/16	31/07/16	31/10/16	31/07/16
	S\$'000	S\$'000	S\$'000	S\$'000
<b>ASSETS</b>				
<b><u>Non-Current Assets</u></b>				
Property, Plant and Equipment	17,905	17,592	–	–
Investment Property	411	1,028	–	–
Investments in Subsidiaries	–	–	6,440	6,440
Other Receivables	–	–	937	1,125
Other Financial Assets	2,108	2,072	2,108	2,072
Lease Premium Prepayment	966	973	–	–
<b>Total Non-Current Assets</b>	<b>21,390</b>	<b>21,665</b>	<b>9,485</b>	<b>9,637</b>
<b><u>Current Assets</u></b>				
Inventories	1,026	2,927	–	–
Trade and Other Receivables	42,691	44,757	1,777	2,843
Other Non-Financial Assets	563	527	21	28
Cash and Cash Equivalents	95,328	89,196	52,289	20,942
<b>Total Current Assets</b>	<b>139,608</b>	<b>137,407</b>	<b>54,087</b>	<b>23,813</b>
<b>Total Assets</b>	<b>160,998</b>	<b>159,072</b>	<b>63,572</b>	<b>33,450</b>
<b>EQUITY AND LIABILITIES</b>				
<b><u>Equity</u></b>				
Share Capital	22,890	22,890	22,890	22,890
Retained Earnings	108,687	104,610	37,890	7,792
Other Reserves	(1,469)	(1,712)	(58)	(76)
<b>Equity, Attributable to Owners of the Parent</b>	<b>130,108</b>	<b>125,788</b>	<b>60,722</b>	<b>30,606</b>
Non-Controlling Interests	4	4	–	–
<b>Total Equity</b>	<b>130,112</b>	<b>125,792</b>	<b>60,722</b>	<b>30,606</b>
<b><u>Non-Current Liabilities</u></b>				
Deferred Tax Liabilities	1,169	1,169	–	–
<b>Total Non-Current Liabilities</b>	<b>1,169</b>	<b>1,169</b>	<b>–</b>	<b>–</b>
<b><u>Current Liabilities</u></b>				
Income Tax Payable	4,199	5,121	–	11
Trade and Other Payables	23,374	26,029	2,850	2,833
Other Non-Financial Liabilities	2,144	961	–	–
<b>Total Current Liabilities</b>	<b>29,717</b>	<b>32,111</b>	<b>2,850</b>	<b>2,844</b>
<b>Total Liabilities</b>	<b>30,886</b>	<b>33,280</b>	<b>2,850</b>	<b>2,844</b>
<b>Total Equity and Liabilities</b>	<b>160,998</b>	<b>159,072</b>	<b>63,572</b>	<b>33,450</b>

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

Nil.

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

**CONSOLIDATED STATEMENT OF CASH FLOWS**

	<b>Group</b>	
	<b>3 months ended 31/10/16</b>	<b>3 months ended 31/10/15</b>
	<b>S\$'000</b>	<b>S\$'000</b>
<b><u>Cash Flows From Operating Activities</u></b>		
Profit Before Tax	4,363	4,990
Adjustments for:		
Interest Expenses	–	6
Interest Income	(230)	(240)
Depreciation of Property, Plant and Equipment	427	426
Depreciation of Investment Property	617	616
Dividend Income	(39)	(13)
Plant and Equipment Written Off	–	1
Operating Cash Flows Before Changes in Working Capital	5,138	5,786
Trade and Other Receivables	2,081	(11,224)
Inventories	1,900	266
Trade and Other Payables	(1,497)	6,626
Net Cash Flows From Operations	7,622	1,454
Income Taxes Paid	(1,213)	(591)
Income Taxes Refund	11	–
<b>Net Cash Flows From Operating Activities</b>	<b>6,420</b>	<b>863</b>
<b><u>Cash Flows From Investing Activities</u></b>		
Purchase of Property, Plant and Equipment	(723)	(82)
Purchase of Other Financial Assets	–	(383)
Dividend Received	21	–
Interest Received	230	240
<b>Net Cash Flows Used In Investing Activities</b>	<b>(472)</b>	<b>(225)</b>
<b><u>Cash Flows From Financing Activities</u></b>		
Increase / (Decrease) in Bill Payables	–	238
Interest Paid	–	(6)
<b>Net Cash Flows From Financing Activities</b>	<b>–</b>	<b>232</b>
<b>Net Increase / (Decrease) in Cash and Cash Equivalents</b>	<b>5,948</b>	<b>870</b>
Cash and Cash Equivalents, Statement of Cash Flows, Beginning Balance	89,196	84,110
Effect of Exchange Rate Changes on Cash and Cash Equivalents	184	(95)
<b>Cash and Cash Equivalents, Statement of Cash Flows, Ending Balance</b>	<b>95,328</b>	<b>84,885</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 capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.*

**STATEMENTS OF CHANGES IN EQUITY**

<b>Group</b>	<b>Total Equity S\$'000</b>	<b>Attributable to Parent Sub-total S\$'000</b>	<b>Share Capital S\$'000</b>	<b>Retained Earnings S\$'000</b>	<b>Other Reserves S\$'000</b>	<b>Non- Controlling Interests S\$'000</b>
<b>Current Year:</b>						
<b>Opening Balance at 1 August 2016</b>	125,792	125,788	22,890	104,610	(1,712)	4
<b><u>Movements in Equity:</u></b>						
Total Comprehensive Income for the Period	4,320	4,320	–	4,077	243	–*
<b>Closing Balance at 31 October 2016</b>	<b>130,112</b>	<b>130,108</b>	<b>22,890</b>	<b>108,687</b>	<b>(1,469)</b>	<b>4</b>
<b>Previous Year:</b>						
<b>Opening Balance at 1 August 2015</b>	128,686	128,682	22,890	106,792	(1,000)	4
<b><u>Movements in Equity:</u></b>						
Total Comprehensive Income for the Period	3,671	3,671	–	4,119	(448)	–*
<b>Closing Balance at 31 October 2015</b>	<b>132,357</b>	<b>132,353</b>	<b>22,890</b>	<b>110,911</b>	<b>(1,448)</b>	<b>4</b>
<b>Company</b>						
<b>Current Year:</b>						
<b>Opening Balance at 1 August 2016</b>	30,606	22,890	7,792	(76)		
<b><u>Movements in Equity:</u></b>						
Total Comprehensive Income for the Period	30,116	–	30,098	18		
<b>Closing Balance at 31 October 2016</b>	<b>60,722</b>	<b>22,890</b>	<b>37,890</b>	<b>(58)</b>		
<b>Previous Year:</b>						
<b>Opening Balance at 1 August 2015</b>	36,983	22,890	14,028	65		
<b><u>Movements in Equity:</u></b>						
Total Comprehensive Income for the Period	17,829	–	17,899	(70)		
<b>Closing Balance at 31 October 2015</b>	<b>54,812</b>	<b>22,890</b>	<b>31,927</b>	<b>(5)</b>		

\* amount less than \$500

***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.***

There is no new share issued since 31 July 2016.

During the financial period, the Company did not purchase any shares under the share buyback mandate. As at 31 October 2016, the Company held 500,000 treasury shares (31 October 2015: 500,000).

***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.***

As at 31 October 2016, the total number of issued shares (excluding treasury shares) was 349,500,000 (31 July 2016: 349,500,000).

***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.***

There were no sales, transfers, disposal, cancellation and / or use of treasury shares during the financial period.

***2 Whether the figures have been audited or reviewed, and in accordance with which auditing standard or practice.***

The figures have neither been audited nor reviewed in accordance with Singapore Auditing Standards.

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

The Group's accounting policies and methods of computation for the current reporting period are consistent with the audited financial statements for the year ended 31 July 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 were no changes in the accounting policies and methods of computation as compared to those adopted in the most recently audited financial statements.

**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: -**

	<b>Group</b>	
	<b>3 months ended 31/10/16</b>	<b>3 months ended 31/10/15</b>
	<b>cents</b>	<b>cents</b>
Basic earnings per share	1.17	1.18

Basic earnings per share for the period ended 31 October 2016 and 2015 is calculated by dividing the Group's net profit attributable to owners of the parent over the weighted average number of ordinary shares in issue of 349,500,000 ordinary shares.

Diluted earnings per share is not presented as there were no potential dilutive ordinary shares existing during the respective financial periods.

**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.**

	<b>Group</b>		<b>Company</b>	
	<b>31/10/16</b>	<b>31/07/16</b>	<b>31/10/16</b>	<b>31/07/16</b>
	<b>cents</b>	<b>cents</b>	<b>cents</b>	<b>cents</b>
Net asset value per share	37.23	35.99	17.37	8.76

Net asset value per share is calculated based on the shareholders' equity of the Group / Company as at the end of the financial periods and the issued share capital (excluding treasury shares) of 349,500,000 ordinary shares as at 31 October 2016 and 31 July 2016.

**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 Group performance

For the first quarter ended 31 October 2016 ("1QFY2017"), the Group reported a 4% increase in revenue to \$26.5 million, as compared to \$25.6 million for the previous corresponding period ("1QFY2016"). The increase was mainly contributed by the Group's structural steel business.

The Group's gross profit margin stood at 20.4% in 1QFY2017. In comparison, the gross profit margin in 1QFY2016 was higher, at 30.2%, due to better gross margins derived from the projects executed during the reporting period.

Other Gains increased by 56% from \$0.3 million in 1QFY2016 to \$0.4 million in 1QFY2017. This was mainly due to a foreign exchange gain.

Review of Group performance (cont'd)

Administrative expenses decreased by 10% from \$1.9 million in 1QFY2016 to \$1.7 million in 1QFY2017. This was mainly due to a decrease in staff related costs.

There was no other losses recorded in 1QFY2017. Other losses of \$1.4 million in 1QFY2016 was mainly due to foreign exchange losses.

Profit before tax of the Group was \$4.4 million in 1QFY2017 as compared to \$5.0 million in 1QFY2016.

Review of changes in working capital, assets and liabilities

The movement in the Group's assets and liabilities are as follows:

- (i) Total assets increased from \$159.1 million as at 31 July 2016 to \$161.0 million as at 31 October 2016. This was mainly due to an increase in cash and cash equivalent and partially offset by a decrease in trade and other receivables; and inventories.
- (ii) Total liabilities decreased from \$33.3 million as at 31 July 2016 to \$30.9 million as at 31 October 2016. This was mainly due to a decrease in trade and other payables and partially offset by an increase in other liabilities.

Review of changes in cash flow

The net increase in cash and cash equivalents for 1QFY2017 was \$5.9 million as compared to a net increase of \$0.9 million for 1QFY2016. This was mainly due to the higher net cash flows generated from operating activities.

Cash and cash equivalents for the statement of cash flows of the Group stood at \$95.3 million as at 31 October 2016, representing an increase of \$10.4 million as compared to \$84.9 million as at 31 October 2015.

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

As mentioned in the announcement dated 20 July 2016 and the full year results announcement dated 26 September 2016, it was stated that the non-renewal of the dormitory at Terusan Lodge I is expected to have a material impact on the Group's financial and operating results for FY2017. As the tenure for the said dormitory expires in January 2017, which is in Q2FY2017, the non-renewal has had no material impact on the Group's financial and operating results for Q1FY2017.

**10 A commentary at the date of 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.**

The Group secured new structural steel projects amounting to approximately \$12 million in 1QFY2017. They include contracts to supply and install the fixed gangway at Changi Airport Terminal 1; to supply, fabricate and install structural steelwork at Choa Chu Kang Waterworks; and to supply civil defence shelter doors for the MRT Thomson-East Coast Line in Singapore as well as a contract from a repeat customer to supply, fabricate and install structural steelwork for the refinery and petrochemical integrated development project (“RAPID”) at Pengereng, Johor, Malaysia.

With these, T T J’s projects order book stood at \$42 million as at 7 December 2016, which it expects to substantially complete between FY2017 and FY2018. To date, the Group continues to experience a healthy level of enquiries for a mix of public and private sector projects. Going forward, the Group will continue to monitor its costs closely and enhance productivity to remain competitive.

As announced previously, the tenure for the dormitory at Terusan Lodge I expires in January 2017 and the Building and Construction Authority has not granted the Group’s application for a renewal of a further term of tenancy. The non-renewal of the said dormitory is expected to have a material impact on the Group’s financial and operating results for FY2017.

**11 Dividend**

**(a) Current financial period reported on 31 October 2016**

- (i) Any dividend declared for the current financial period reported on? No
- (ii) Any dividend recommended for the current financial period reported on? No

Name of Dividend	:	NA
Dividend Type	:	NA
Dividend Amount per Share	:	NA
Tax Rate	:	NA

**(b) Corresponding period of the immediately preceding financial year**

Any dividend declared for the corresponding period of the immediately preceding financial year? No

Name of Dividend	:	NA
Dividend Type	:	NA
Dividend Amount per Share	:	NA
Tax Rate	:	NA

**(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 for the period ended 31 October 2016.

**13 If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.**

The Group has not obtained a general mandate from its shareholders for IPTs.

**14 Confirmation by Directors pursuant to Rule 705(5) of the Listing Manual of SGX-ST**

The Board of Directors hereby confirms that, to the best of its knowledge, nothing has come to its attention which may render the financial results of the Group and the Company for the financial period ended 31 October 2016 to be false or misleading in any material aspect.

**15 Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1) of the Listing Manual of SGX-ST**

The Company hereby confirms that it has procured undertakings from all its Directors and Executive Officers in the format set out in Appendix 7.7.

BY ORDER OF THE BOARD

**Teo Hock Chwee**  
Chairman and Managing Director

**Chiong Su Been**  
Executive Director and Chief Financial Officer

7 December 2016  
Singapore