

A-SONIC AEROSPACE LIMITED

PART I - INFORMATION REQUIRED FOR QUARTERLY AND FULL YEAR RESULTS ANNOUNCEMENTS

FULL YEAR FINANCIAL STATEMENTS

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

CONSOLIDATED INCOME STATEMENT

For the fourth quarter and full financial year ended 31 December 2016

	Group			Group		
	4 th quarter ended		Change %	Full year ended		Change %
	31 Dec 2016 US\$'000	31 Dec 2015 US\$'000		31 Dec 2016 US\$'000	31 Dec 2015 US\$'000	
Revenue						
Turnover	54,734	48,371	13.2	184,948	198,382	(6.8)
Other revenue	683	237	N/M	1,364	4,257	(68.0)
Total revenue	55,417	48,608	14.0	186,312	202,639	(8.1)
Expenses						
Changes in inventories	91	(594)	N/M	79	(641)	N/M
Purchases of goods and consumables used	(116)	180	N/M	(292)	(1,388)	(79.0)
Freight charges	(48,666)	(40,680)	19.6	(161,916)	(173,500)	(6.7)
Staff costs	(4,560)	(5,163)	(11.7)	(18,421)	(18,433)	(0.1)
Depreciation of property, plant and equipment	49	(312)	N/M	(835)	(1,156)	(27.8)
Finance costs	(63)	(44)	43.2	(199)	(264)	(24.6)
Share of results of associates	79	137	(42.3)	247	273	(9.5)
Share of results of joint ventures	-	-	-	-	184	(100.0)
Other operating expenses	(2,581)	(10,451)	(75.3)	(7,027)	(18,210)	(61.4)
Total costs and expenses	(55,767)	(56,927)	(2.0)	(188,364)	(213,135)	(11.6)
Loss before tax	(350)	(8,319)	(95.8)	(2,052)	(10,496)	(80.4)
Taxation	120	259	(53.7)	(265)	291	N/M
Loss for the period/year	(230)	(8,060)	(97.1)	(2,317)	(10,205)	(77.3)
Loss attributable to:						
Equity holder of the company	(650)	(8,492)	(92.3)	(2,465)	(9,994)	(75.3)
Non-controlling interests	420	432	(2.8)	148	(211)	N/M
Loss for the period/year	(230)	(8,060)	(97.1)	(2,317)	(10,205)	(77.3)
Other items :						
Commission income	5	7	(28.6)	5	19	(73.7)
Interest income	52	90	(42.2)	119	145	(17.9)
Finance lease interest income	23	190	(87.9)	329	932	(64.7)
Loss on disposal of property, plant and equipment	-	-	-	-	(3)	(100.0)
Gain on disposal of an associate	-	-	-	-	33	(100.0)
Gain on disposal of a joint venture	-	-	-	-	2,089	(100.0)
Negative goodwill written off	-	-	-	15	-	N/M
Allowance for doubtful trade receivables written back	30	63	(52.4)	119	95	25.3
Allowance for doubtful trade receivables	7	(184)	(103.8)	(337)	(845)	(60.1)
Allowance for doubtful non-trade receivables	(110)	(597)	(81.6)	(140)	(597)	(76.5)
Allowance for doubtful finance lease receivables	(23)	(6,092)	(99.6)	(329)	(6,092)	(94.6)
Bad non-trade debts written off	(17)	-	N/M	(17)	-	N/M
Bad trade receivables recovered/(written off)	11	(26)	N/M	-	(26)	(100.0)
Impairment of property, plant and equipment	-	(1,366)	(100.0)	-	(1,366)	(100.0)
Currency exchange (loss)/gain	(487)	238	N/M	4	(1,181)	N/M
Rental expenses	(320)	(218)	46.8	(1,325)	(1,473)	(10.0)
Property, plant and equipment written off	(141)	(19)	N/M	(141)	(19)	N/M
Inventories written down	(79)	(293)	(73.0)	(79)	(293)	(73.0)
Inventories written off	(3)	(274)	(98.9)	(3)	(274)	(98.9)
Allowance for impairment loss in associate	-	(147)	(100.0)	-	(147)	(100.0)
Provision for liabilities	90	-	N/M	90	-	N/M

N/M: Not meaningful

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the fourth quarter and full financial year ended 31 December 2016

	Group			Group		
	4 th quarter ended		Change	Full year ended		Change
	31 Dec 2016	31 Dec 2015		31 Dec 2016	31 Dec 2015	
	US\$'000	US\$'000	%	US\$'000	US\$'000	%
Net Loss for the period/year	(230)	(8,060)	(97.1)	(2,317)	(10,205)	(77.3)
Other comprehensive income/(loss):						
<i>Items that are or may be reclassified subsequent to profit or loss</i>						
Currency translation differences arising on consolidation	185	(85)	N/M	(134)	197	N/M
Disposal of interest in subsidiaries without change in control	-	-	-	-	40	(100.0)
	185	(85)		(134)	237	
Total comprehensive loss for the period/year	(45)	(8,145)	(99.4)	(2,451)	(9,968)	(75.4)
Equity holders of the Company	(496)	(8,508)	(94.2)	(2,557)	(9,926)	(74.2)
Non-controlling interests	451	363	24.2	106	(42)	N/M
Total comprehensive loss for the period/year	(45)	(8,145)	(99.4)	(2,451)	(9,968)	(75.4)
Total comprehensive loss attributable to:						
Equity holders of the Company	(496)	(8,508)	(94.2)	(2,557)	(9,926)	(74.2)

N/M: not meaningful

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

Balance Sheets
At 31 December 2016

	Group		Company	
	31 Dec 2016 US\$'000	31 Dec 2015 US\$'000	31 Dec 2016 US\$'000	31 Dec 2015 US\$'000
Non-current assets				
Property, plant and equipment	6,258	10,793	-	-
Investment in subsidiaries ⁽¹⁾	-	-	14,663	#
Investment in associates	416	446	-	-
Deferred tax assets	275	414	-	-
Total non-current assets	6,949	11,653	14,663	#
Current assets				
Inventories	4,262	563	-	-
Trade and other receivables	34,672	29,293	7	9
Due from subsidiaries	-	-	10	49,480
Due from associates	436	561	-	-
Tax recoverable	2	9	-	-
Cash and cash equivalents	18,354	18,993	6,225	5,519
Total current assets	57,726	49,419	6,242	55,008
Total assets	64,675	61,072	20,905	55,008
Non-current liabilities				
Finance lease liabilities	1,291	1,718	-	-
	1,291	1,718	-	-
Current liabilities				
Trade and other payables	33,973	28,181	192	204
Due to subsidiary	-	-	1,000	-
Bank borrowings	3,161	2,414	968	778
Provision for liabilities	579	487	-	-
Finance lease liabilities	516	482	-	-
Tax payable	122	36	-	-
Total current liabilities	38,351	31,600	2,160	982
Total liabilities	39,642	33,318	2,160	982
Net assets	25,033	27,754	18,745	54,026
Equity				
Share capital	51,758	51,758	51,758	51,758
Accumulated (losses) / profits	(16,820)	(14,269)	(33,013)	2,268
Foreign currency translation reserve	(8,119)	(8,072)	-	-
Equity attributable to equity holders of the Company, total	26,819	29,417	18,745	54,026
Non-controlling interests	(1,786)	(1,663)	-	-
Total equity	25,033	27,754	18,745	54,026

#: represents amount less than US\$ 1,000

Note 1:

As 31 December 2016, the Investment in subsidiaries comprised an investment of US\$10,000,001, and the amount due from subsidiary was US\$4,663,000, which was quasi-equity in nature.

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

Amount repayable in one year or less, or on demand

At 31 December 2016		At 31 December 2015	
Secured US\$'000	Unsecured US\$'000	Secured US\$'000	Unsecured US\$'000
3,677	-	2,896	-

Amount repayable after one year

At 31 December 2016		At 31 December 2015	
Secured US\$'000	Unsecured US\$'000	Secured US\$'000	Unsecured US\$'000
1,291	-	1,718	-

Details of any collateral

The Group's borrowings are secured by corporate guarantee given by the Company and a first deed of debentures incorporating a floating charge over the receivables of the logistics business and collateral on the leasehold properties of the Group. Included in the Group's borrowings is a revolving term loan secured on the personal property of a director of a subsidiary, and finance leases secured by pledge on the motor vehicles.

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

CONSOLIDATED STATEMENTS OF CASH FLOWS
For the fourth quarter and full financial year ended 31 December 2016

	4th quarter ended		Full year ended	
	31 Dec 16	31 Dec 15	31 Dec 16	31 Dec 15
	US\$'000	US\$'000	US\$'000	US\$'000
Cash flows from operating activities				
Loss before tax	(350)	(8,319)	(2,052)	(10,496)
Adjustments for:				
Interest income	(52)	(90)	(119)	(145)
Allowance for impairment loss on investment in associate	-	147	-	147
Allowance for doubtful non-trade receivables	110	597	140	597
Bad non-trade debts written off	17	-	17	-
Depreciation of property, plant and equipment	(49)	312	835	1,156
Interest expenses	63	44	199	264
Finance lease interest income	(23)	(190)	(329)	(932)
Inventories written off	3	-	3	-
Loss on disposal of property, plant and equipment	-	-	-	3
Property, plant and equipment written off	141	19	141	19
Gain on disposal of an associate	-	-	-	(33)
Gain on disposal of a joint venture	-	-	-	(2,089)
Negative goodwill written off	-	-	(15)	-
Provision for liabilities	90	-	90	-
Impairment of property, plant and equipment	-	1,366	-	1,366
Share of results of associates	(79)	(137)	(247)	(273)
Share of results of joint ventures	-	-	-	(184)
	(129)	(6,251)	(1,337)	(10,600)
Inventories	91	594	79	641
Receivables	(2,794)	3,052	(5,027)	15,119
Payables	5,017	(2,839)	5,771	(7,925)
Finance lease receivables	-	6,192	-	6,252
Effect of foreign exchange rate changes	170	(407)	(222)	183
Cash generated from operations	2,355	341	(736)	3,670
Income tax refund/(paid)	10	(25)	(36)	(8)
Net cash generated from/(used in) operating activities	2,365	316	(772)	3,662
Cash flows from investing activities				
Proceeds from disposal of property, plant and equipment	1	-	3	34
Proceeds from disposal of associate	-	-	-	66
Proceeds from disposal of a joint venture	-	-	-	4,593
Proceeds from disposal of subsidiary ^(A)	43	-	43	-
Return of investment upon dissolution of joint venture	-	-	-	5
Proceeds from (acquisition)/disposal of partial interest in subsidiaries	(17)	-	(17)	40
Acquisition of a subsidiary, net of cash acquired ^(B)	-	-	(61)	-
Payment to minority interest for capital refund upon dissolution	(219)	-	(219)	-
Interest received	52	90	119	145
Restricted cash	7	-	7	-
Purchase of shares in associate	-	-	-	(3)
Purchase of property, plant and equipment	(8)	192	(93)	(327)
Dividend received from associate	-	-	258	315
Dividend received from joint venture	-	-	-	252
Net cash (used in)/generated from investing activities	(141)	282	40	5,120
Cash flows from financing activities				
Proceeds from bank borrowings	2,118	586	3,130	1,803
Repayment of finance lease liabilities	(142)	102	(513)	(362)
Repayment of bank borrowings	(877)	(225)	(2,277)	(6,869)
Shares bought back	-	(465)	(42)	(572)
Dividend paid to minority shareholder	-	-	-	(126)
Dividend unclaimed by shareholder	1	-	1	-
Interest paid	(63)	(44)	(199)	(264)
Net cash generated from/(used in) financing activities	1,037	(46)	100	(6,390)
Net increase in cash and cash equivalents	3,261	359	(632)	2,392
Cash and cash equivalents at beginning of period/year	14,938	18,279	18,831	16,439
Cash and cash equivalents at end of financial year ^(C)	18,199	18,638	18,199	18,831
Cash and cash equivalents are represented by ^(C):				
Bank and cash balances	17,699	18,669	17,699	18,669
Fixed deposits	655	162	655	162
	18,354	18,831	18,354	18,831

CONSOLIDATED STATEMENTS OF CASH FLOWS
For the fourth quarter and full financial year ended 31 December 2016

Note (A):

Net cash flow from proceed from disposal of a subsidiary

	Group
	Full year ended 31 December 2016 US\$'000
Cash and cash equivalent	46
Property plant and equipment	3
Trade and other receivables	130
Total assets	<u>179</u>
Trade and other payables	(5)
Tax payables	-
Total liabilities	<u>(5)</u>
Total identifiable net liabilities acquired	(174)
Less: Non-controlling interests	85
Net assets disposed	(89)
Add: Loss from disposal	-
Proceed from disposal	(89)
Less: cash and cash equivalent	46
Net cash inflow from disposal of a subsidiary	<u>(43)</u>

Note (B):

Net cash flow from acquisition of a subsidiary, net cash acquired

Property plant and equipment	5
Trade and other receivables	209
Cash and cash equivalents	39
Total assets	<u>253</u>
Trade and other payables	(27)
Total liabilities	<u>(27)</u>
Total identifiable net assets acquired	226
Less: Non-controlling interests	(111)
Net assets acquired	115
Less: Negative goodwill written off	(15)
	100
Less: cash and cash equivalents of subsidiary acquired #	(39)
Net cash outflow from acquisition of a subsidiary	<u>61</u>

Cash and cash equivalents of subsidiary acquired amounted to US\$39,000 was reflected in 3Q 2016.

Note (C):

As at 31 December 2016, Cash and cash equivalents balances held by the Group amounting to US\$0.155 million are not available for use.

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.

Consolidated Statement of Changes in Equity

For the fourth quarter and full financial year ended 31 December 2016

THE GROUP	Share capital US\$'000	Accumulated losses US\$'000	Foreign currency translation reserve US\$'000	Equity attributable to equity holders of the Company US\$'000	Non-controlling interests US\$'000	Total equity US\$'000
At 1 January 2016	51,758	(14,269)	(8,072)	29,417	(1,663)	27,754
Comprehensive loss						
Loss for the period	-	(262)	-	(262)	(190)	(452)
Other comprehensive loss						
Currency translation differences on consolidation	-	-	(352)	(352)	(55)	(407)
Other comprehensive loss for the period	-	-	(352)	(352)	(55)	(407)
Total comprehensive loss for the period	-	(262)	(352)	(614)	(245)	(859)
Transaction with owners recorded directly in equity						
Cancellation of shares bought back	-	(42)	-	(42)	-	(42)
Changes in ownership interests in subsidiaries						
Acquisition of subsidiary	-	-	-	-	111	111
At 31 March 2016	51,758	(14,573)	(8,424)	28,761	(1,797)	26,964
Comprehensive loss						
Loss for the period	-	(789)	-	(789)	(121)	(910)
Other comprehensive (loss)/income						
Currency translation differences on consolidation	-	-	(51)	(51)	(3)	(54)
Acquisition of interest in subsidiary without change in control	-	(12)	-	(12)	12	-
Other comprehensive (loss)/income for the period	-	(12)	(51)	(63)	9	(54)
Total comprehensive loss for the period	-	(801)	(51)	(852)	(112)	(964)
Transaction with owners recorded directly in equity						
Refund of dividend to the Company	-	1	-	1	-	1
	-	1	-	1	-	1
At 30 June 2016	51,758	(15,373)	(8,475)	27,910	(1,909)	26,001
Comprehensive (loss)/income						
(Loss)/profit for the period	-	(764)	-	(764)	39	(725)
Other comprehensive profit/(loss)						
Currency translation differences on consolidation	-	-	169	169	(27)	142
Other comprehensive profit/(loss) for the period	-	-	169	169	(27)	142
Total comprehensive (loss)/profit for the period	-	(764)	169	(595)	12	(583)
At 30 September 2016	51,758	(16,137)	(8,306)	27,315	(1,897)	25,418
Comprehensive (loss)/income						
(Loss)/profit for the period	-	(650)	-	(650)	420	(230)
Other comprehensive profit/(loss)						
Currency translation differences on consolidation	-	(18)	187	169	16	185
Acquisition of interest in subsidiaries without change in control	-	(15)	-	(15)	15	-
Other comprehensive profit/(loss) for the period	-	(33)	187	154	31	185
Total comprehensive (loss)/profit for the period	-	(683)	187	(496)	451	(45)
Change in ownership interests in subsidiaries						
Disposal/dissolution of subsidiaries	-	-	-	-	(340)	(340)
At 31 December 2016	51,758	(16,820)	(8,119)	26,819	(1,786)	25,033

Consolidated Statement of Changes in Equity

For the fourth quarter and full financial year ended 31 December 2016 (cont'd)

THE GROUP	Share capital US\$'000	Accumulated losses US\$'000	Foreign currency translation reserve US\$'000	Equity attributable to equity holders of the Company US\$'000	Non - controlling interests US\$'000	Total equity US\$'000
At 1 January 2015	51,775	(3,720)	(8,140)	39,915	(1,495)	38,420
Comprehensive loss						
Loss for the period	-	(1,394)	-	(1,394)	(326)	(1,720)
Other comprehensive income						
Currency translation differences on consolidation	-	-	216	216	130	346
Disposal of interest in a subsidiary without change in control	-	-	-	-	40	40
Other comprehensive income for the period	-	-	216	216	170	386
Total comprehensive (loss)/income for the period	-	(1,394)	216	(1,178)	(156)	(1,334)
Transaction with owners recorded directly in equity						
Dividend paid by a subsidiary	-	-	-	-	(126)	(126)
Cancellation of shares bought back	(17)	-	-	(17)	-	(17)
	(17)	-	-	(17)	(126)	(143)
At 31 March 2015	51,758	(5,114)	(7,924)	38,720	(1,777)	36,943
Comprehensive loss						
Loss for the period	-	(706)	-	(706)	(219)	(925)
Other comprehensive loss						
Currency translation differences on consolidation	-	-	(91)	(91)	(15)	(106)
Other comprehensive loss for the period	-	-	(91)	(91)	(15)	(106)
Total comprehensive loss for the period	-	(706)	(91)	(797)	(234)	(1,031)
Transaction with owners recorded directly in equity						
Cancellation of shares bought back	-	(31)	-	(31)	-	(31)
	-	(31)	-	(31)	-	(31)
At 30 June 2015	51,758	(5,851)	(8,015)	37,892	(2,011)	35,881
Comprehensive Income/(loss)						
Profit/(loss) for the period	-	598	-	598	(98)	500
Other comprehensive (loss)/profit						
Currency translation differences on consolidation	-	-	(41)	(41)	83	42
Other comprehensive (loss)/profit for the period	-	-	(41)	(41)	83	42
Total comprehensive profit/(loss) for the period	-	598	(41)	557	(15)	542
Transaction with owners recorded directly in equity						
Cancellation of shares bought back	-	(59)	-	(59)	-	(59)
	-	(59)	-	(59)	-	(59)
At 30 September 2015	51,758	(5,312)	(8,056)	38,390	(2,026)	36,364
Comprehensive (loss)/Income						
(Loss)/profit for the period	-	(8,492)	-	(8,492)	432	(8,060)
Other comprehensive loss						
Currency translation differences on consolidation	-	-	(16)	(16)	(69)	(85)
Other comprehensive loss for the period	-	-	(16)	(16)	(69)	(85)
Total comprehensive (loss)/profit for the period	-	(8,492)	(16)	(8,508)	363	(8,145)
Transaction with owners recorded directly in equity						
Cancellation of shares bought back	-	(465)	-	(465)	-	(465)
	-	(465)	-	(465)	-	(465)
At 31 December 2015	51,758	(14,269)	(8,072)	29,417	(1,663)	27,754

Statement of Changes in Equity

For the fourth quarter and full financial year ended 31 December 2016

THE COMPANY	Share capital US\$'000	Accumulated profits US\$'000	Total equity US\$'000
At 1 January 2016	51,758	2,268	54,026
Comprehensive income			
Profit and total comprehensive income for the period	-	108	108
Transaction with owners recorded directly in equity			
Cancellation of shares bought back	-	(42)	(42)
At 31 March 2016	51,758	2,334	54,092
Comprehensive income			
Profit and total comprehensive income for the period	-	123	123
Transaction with owners recorded directly in equity			
Refund of unclaimed dividend	-	1	1
At 30 June 2016	51,758	2,458	54,216
Comprehensive income			
Profit and total comprehensive income for the period	-	137	137
At 30 September 2016	51,758	2,595	54,353
Loss and total comprehensive income for the period	-	(35,608)	(35,608)
At 31 December 2016	51,758	(33,013)	18,745

THE COMPANY	Share capital US\$'000	Accumulated profits US\$'000	Total equity US\$'000
At 1 January 2015	51,775	9,968	61,743
Comprehensive income			
Profit and total comprehensive income for the period	-	209	209
Transaction with owners recorded directly in equity			
Cancellation of shares bought back	(17)	-	(17)
At 31 March 2015	51,758	10,177	61,935
Comprehensive income			
Profit and total comprehensive income for the period	-	152	152
Transaction with owners recorded directly in equity			
Cancellation of shares bought back	-	(31)	(31)
At 30 June 2015	51,758	10,298	62,056
Comprehensive income			
Profit and total comprehensive income for the period	-	31	31
Transaction with owners recorded directly in equity			
Cancellation of shares bought back	-	(59)	(59)
At 30 September 2015	51,758	10,270	62,028
Comprehensive income			
Loss and total comprehensive income for the period	-	(7,537)	(7,537)
Transaction with owners recorded directly in equity			
Cancellation of shares bought back	-	(465)	(465)
At 30 December 2015	51,758	2,268	54,026

- 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.**

The following table shows movements in the issued ordinary shares of the Company:

	Fourth quarter ended	
	31 Dec 2016	31 Dec 2015
Balance at beginning of period ^{(1) (2)}	58,479,296	178,259,070
Shares bought back and cancelled	-	<u>(2,607,700)</u>
Balance at end of period	<u>58,479,296</u>	<u>175,651,370</u>

⁽¹⁾ On 16 May 2016, the Company completed the Share Consolidation of every three shares into one consolidated

⁽²⁾ On 13 May 2015, the Company completed the Share Consolidation of every four shares into one consolidated

- 1d(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.**

The total number of issued shares (excluding treasury shares) as at 31 December 2016 and 31 December 2015 were 58,479,296 and 175,651,370 respectively.

- 1d(iv) **A statement showing all sales, transfer, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.**

Not applicable as there were no treasury shares issued by the Company.

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

The financial statements have not been audited or reviewed by the Company's auditors.

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 has applied the same accounting policies and methods of computation in the financial statements for the current financial period as those of the audited financial statements for the year ended 31 December 2015.

5. **If there are any changes in the accounting policies and method of computation, including any required by an accounting standard, what has changed, as well the reasons for, and the effect of, the change.**

In the current period, the Group and the Company have adopted all the new and revised Singapore Financial Reporting Standards ("FRS") and the Interpretations of FRS that are relevant to its operations and effective for the current period. The adoption of these new/revised FRSs has no material effect on the 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.

	Group		Group	
	4th quarter ended		Full year ended	
	31 Dec 2016	31 Dec 2015	31 Dec 2016	31 Dec 2015
Loss after tax attributable to equity holders of the Company (US\$'000)	(650)	(8,492)	(2,465)	(9,994)
Weighted average number of ordinary shares (in '000)	58,481	59,461	58,481	59,461
Earnings per share (US cents):				
Basic ⁽¹⁾	(1.11)	(14.28)	(4.22)	(16.81)
Diluted ⁽¹⁾	(1.11)	(14.28)	(4.22)	(16.81)

Note:

- (1) Computed based on weighted average number of ordinary shares, adjusting for the effect of Share consolidation of every three shares into one consolidation share, completed on 16 May 2016.

7. Net asset value (for the issuer and group) per ordinary share based on 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.

	Group		Company	
	31 Dec 2016	31 Dec 2015	31 Dec 2016	31 Dec 2015
	Net asset value per share based on existing issued share capital at the end of period/year (US cents) ^{(1) (2)}	45.86	50.24	32.05

Notes:

- (1) The above computation of net asset value per share excludes non-controlling interests. Including non-controlling interests, the net asset value per share for the Group as at 31 December 2016 and 31 December 2015 would have been 42.81 US\$ cents and 47.40 US\$ cents per share respectively.
- (2) Computed based on 58,479,296 and 58,548,463 ordinary shares in issue for 31 December 2016 and 31 December 2015 respectively, adjusting for the effect of Share consolidation.

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 and liabilities of the group during the current financial period reported on.

FINANCIAL PERFORMANCE

A-Sonic Aerospace Limited and its subsidiaries (the “**A-Sonic Group**” or the “**Group**”) are engaged in two areas of businesses, aviation and logistics. We operate in 34 cities in 16 countries, spanning four (4) continents in Asia, North America, Sub-Continent India and Europe. We have a total staff strength of approximately 700 personnel as at 31 December 2016.

Our aviation business relates to the sales, lease and purchase of aircraft and aircraft engines.

Our logistics business relates to supply chain management services and logistic solutions, including international and domestic multi-modal transportation, warehousing, distribution, customs clearance, and airport ground services.

Highlights

The global economy is in the midst of a protracted period of slow growth environment. Growth outlook for 2017 shows a continuation of this trend.

Ongoing geopolitical tides, and economic uncertainties around the world, are constantly changing. We have to be more agile to prepare ourselves for more disruptions from geopolitical tensions, policy uncertainty, financial market volatility, and rapid changes in technology.

As we move forward into 2017 under such challenging environment, we need to stay focused to maintain positive momentum. To achieve this goal, we are centering our efforts on two overarching strategies:

- First, to continue building strength-on-strength to execute our enterprise initiative. More offices in our network must operate efficiently, effectively and productively.
- Second, to stretch ourselves beyond, and leverage on the qualitative sources of growth with investment in technology and business productivity, even more so in such times, of stagnation.

In FY 2016, we stayed focus to streamline our logistics business model to solidify our foundation. And we did it! At operating level, the earnings before interest, tax, depreciation and amortization (“EBITDA”) of our logistics business improved in FY 2016, compared to FY 2015 – but there is still a lot of work to be done. With the storied 2016 as inspiration for the future, we shall relentlessly continue to execute with clear strategy and consistent focus across the logistics business unit.

Of course the path forward will continue to be uneven, and there will be periods where the long-term investments we make will affect our near-term results. Nonetheless, we will not sacrifice short-term results for long-term sustainable growth. In an era of great changes in the supply chain, we have to re-examine, re-engineer and re-invest our business to adapt to the quickening pace of transformational changes in the logistics industry.

Our aviation business unit continued to encounter head winds, resulting in slower activity. We will continue to pursue potential buyers globally for our aircraft and aircraft engines. It is encouraging to note that, on or about the date of the announcement, one of the customers of our aviation business unit had indicated that there was a possibility of a full and final settlement of a debt amounting to US\$6,256,000, which we had made allowance for doubtful finance lease receivables and trade receivables as at end of FY 2015. The settlement may take in the form of the issuance of new shares of the customer, which is a public company on an emerging stock exchange. The matter is still work-in-progress. At the time of this announcement, there is no assurance of the debt recovery, the quantum, the accompanying terms and conditions, and the circumstances that may impair the viability or sustainability of the debtor. Accordingly, there is no certainty of the debt recovery. Further disclosure will be made at the appropriate time.

INCOME STATEMENT

Revenue

FY 2016 vs FY 2015

Our "Total revenue" comprises "Turnover" and "Other revenue". We recorded "Total revenue" of US\$186.312 million in FY 2016, compared to US\$202.639 million in FY 2015. The decline of US\$16.327 million in "Total revenue" in FY 2016 was due to lower "Turnover" of US\$13.434 million, and a decrease of US\$2.893 million in "Other revenue".

In FY 2016, the aviation business contributed 0.1% (US\$0.256 million) of the Group's "Turnover". The remaining 99.9% (US\$184.692 million) of "Turnover" was generated from logistics business. "Turnover" decreased US\$13.434 million (6.8%) to US\$184.948 million in FY 2016, compared to US\$198.382 million in FY 2015, largely due to:

- (i) A reduction of US\$2.133 million (89.3%) in the aviation "Turnover" to US\$0.256 million in FY 2016, compared to US\$2.389 million in FY 2015. The decline in the aviation "Turnover" was due to lower business volume; and
- (ii) A reduction of US\$11.301 million (5.8%) in the logistics "Turnover" to US\$184.692 million in FY 2016, compared to US\$195.993 million in FY 2015. The decline in the logistics "Turnover" was largely due to lower freight rates throughout much of FY 2016. The soft freight rates were mainly due to the stagnating growth in trade and global economic slowdown.

"Other revenue" decreased US\$2.893 million (68.0%) to US\$1.364 million in FY 2016, compared to US\$4.257 million in FY 2015, mainly attribute to:

- (i) The absence of a one-off gain in FY 2016, which was present in FY 2015 resulting from the disposal of a joint venture and an associate which amounted to US\$2.089 million and US\$0.033 million respectively;
- (ii) A decrease of US\$0.248 million in "Sundry income"; and
- (iii) A decline of US\$0.603 million in "Finance lease interest income" from aviation business.

4th Qtr 2016 vs 4th Qtr 2015

Our "Total revenue" increased US\$6.809 million to US\$55.417 million in the fourth quarter ended 31 December 2016 ("4Q 2016"), compared to US\$48.608 million in the fourth quarter ended 31 December 2015 ("4Q 2015"). In 4Q 2016, "Turnover" increased US\$6.363 million (13.2%) to US\$54.734 million, compared to US\$48.371 million in 4Q 2015. "Turnover" in 4Q 2016 increased due to higher business volume, compared to 4Q 2015. The higher business volume in 4Q 2016 was in part due to the new logistics contracts secured in FY 2016.

"Other revenue" in 4Q 2016 increased US\$0.446 million to US\$0.683 million, compared to US\$0.237 million in 4Q 2015. The higher "Other revenue" in 4Q 2016 was largely attributable to an increase of US\$0.586 million in "Sundry income", which was however, partially offset by a reduction of US\$0.167 million in "Finance lease interest income" from the aviation business.

4th Qtr 2016 vs 3rd Qtr 2016

"Total revenue" increased US\$9.004 million to US\$55.417 million in 4Q 2016, compared to US\$46.413 million in the third quarter ended 30 September 2016 ("3Q 2016"), as a result of an increase of US\$8.483 million in the logistics "Turnover".

"Turnover" increased US\$8.465 million to US\$54.734 million in 4Q 2016, compared to US\$46.269 million in 3Q 2016 due to higher business volume in the logistics business. The 4Q 2016 business volume increased due to the festive seasons, such as Thanksgiving, Christmas, Boxing Day and New Year.

"Other revenue" increased US\$0.539 million to US\$0.683 million in 4Q 2016 compared to US\$0.144 million in 3Q 2016, largely due to: (i) higher "Sundry income" of US\$0.395 million; and (ii) an increase of US\$0.094 in "Write back of provision for liabilities" from the logistics business.

Total Costs and Expenses

FY 2016 vs FY 2015

Our "Total costs and expenses" decreased US\$24.771 million (11.6%) to US\$188.364 million in FY 2016, compared to US\$213.135 million in FY 2015. The decline of US\$24.771 million in "Total costs and expenses" was due to:

- (i) Lower "Freight charges" relating to our logistics business, and "Purchases of goods and consumables used" relating to our aviation business. "Freight charges" decreased US\$11.584 million (6.7%) to US\$161.916 million in FY 2016, compared to US\$173.500 million in FY 2015. The reduction in "Freight charges" was in line with a decline of US\$13.434 million (6.8%) in "Turnover" in FY 2016.

"Purchases of goods and consumables used" decreased US\$1.096 million to US\$0.292 million in FY 2016, compared to US\$1.388 million in FY 2015. The reduction was in line with a decline of US\$2.133 million (89.3%) in the aviation "Turnover" in FY 2016; and

- (ii) A decrease of US\$11.183 million in "Other operating expenses" to US\$7.027 million in FY 2016, compared to US\$18.210 million in FY 2015. The reduction of US\$11.183 million in "Other operating expenses" in FY 2016 was primarily attributable to the following factors:
 - (a) A reduction of "Allowance for doubtful finance lease receivable" of US\$5.763 million to US\$0.329 million in FY 2016, compared to US\$6.092 million in FY 2015;
 - (b) The absence of "Impairment of property, plant and equipment", and reduction in "Inventories written off" and "Inventories written down" of US\$1.366 million, US\$0.271 million and US\$0.214 million respectively, in FY 2016, compared to FY 2015;
 - (c) We registered an "Currency exchange gain" of US\$0.004 million in FY 2016, compared to an "Currency exchange loss" of US\$1.181 million in FY 2015; and
 - (d) "Allowance for doubtful non-trade receivables" reduced US\$0.457 million to US\$0.140 million in FY 2016, compared to US\$0.597 million in FY 2015.

4th Qtr 2016 vs 4th Qtr 2015

"Total costs and expenses" decreased US\$1.160 million to US\$55.767 million in 4Q 2016, compared to US\$56.927 million in 4Q 2015, mainly due to:

- (i) A decline of US\$7.870 million in "Other operating expenses" in 4Q 2016 to US\$2.581 million, compared to US\$10.451 million in 4Q 2015. The reduction in "Other operating expenses" in 4Q 2016 was largely due to:
 - (a) A reduction of US\$6.069 million in "Allowance for doubtful finance lease receivables" to US\$0.023 million in 4Q 2016, compared to US\$6.092 million in 4Q 2015;
 - (b) The absence of "Impairment of property, plant and equipment", and reduction in "Inventories written off" and "Inventories written off" of US\$1.366 million, US\$0.271 million and US\$0.214 million respectively, in 4Q 2016; and
 - (c) Lower "Allowance for doubtful non-trade receivables" of US\$0.487 million in 4Q 2016 as compared to 4Q 2015.
- (ii) A reduction of US\$0.603 million in "Staff costs" was largely attributable to reduced head count costs in logistics business; and
- (iii) An increase of US\$0.785 million in the "Changes in inventories" to a positive of US\$0.091 million in 4Q 2016, compared to a negative of US\$0.594 million 4Q 2015.

4th Qtr 2016 vs 3rd Qtr 2016

We recorded "Total costs and expenses" of US\$55.767 million in 4Q 2016, an increase of US\$8.962 million (19.1%) from US\$46.805 million in 3Q 2016. The increase in "Total costs and expenses" was largely due to US\$8.455 million higher logistics "Freight charges" to US\$48.665 million in 4Q 2016. The increase in "Freight charges" corresponded to the higher logistics "Turnover" of US\$8.483 million in 4Q 2016 compared to 3Q 2016, as elaborated on page 13, in the second paragraph of the section entitled "Revenue" for "4th Qtr 2016 vs 3rd Qtr 2016".

Gross Profit

FY 2016 vs FY 2015

Our "Gross profit" was computed based on "Turnover" less "Changes in inventories", "Purchases of goods and consumables used" and "Freight charges". "Gross profit" decreased US\$0.034 million (0.1%) to US\$22.819 million in FY 2016, compared to US\$22.853 million in FY 2015. The decline was due to:

- (i) "Gross profit" from the aviation business decreased US\$0.314 million to US\$0.036 million in FY 2016; and
- (ii) The logistics "Gross profit" increased US\$0.280 million to US\$22.783 million in FY 2016. The logistics "Gross profit" increased in FY 2016 largely due to certain costs being presented in "Staff costs".

4th Qtr 2016 vs 4th Qtr 2015

"Gross profit" decreased US\$1.234 million to US\$6.043 million in 4Q 2016, compared to US\$7.277 million in 4Q 2015. The decrease was mainly attributable to lower gross profit margin in FY 2016, owing to the increasingly competitive market conditions, and slower growth rate in the global economy.

4th Qtr 2016 vs 3rd Qtr 2016

We recorded a "Gross profit" of US\$6.043 million in 4Q 2016, an increase of US\$0.062 million (1.0%) from US\$5.981 million in 3Q 2016. Our higher "Gross profit" in 4Q 2016 was largely due to an increase of US\$8.483 million in the logistics "Turnover" in 4Q 2016, compared to 3Q 2016 as elaborated on page 13 in the section entitled "Revenue" for "4th Qtr 2016 vs 3rd Qtr 2016".

Loss attributable to Equity Holders of the Company

FY 2016 vs FY 2015

In FY 2016, we incurred a smaller "Net Loss Attributable to Equity holders of the Company" of US\$2.465 million, compared to US\$9.994 million in FY 2015. "Net Loss Attributable to Equity holders of the Company" reduced US\$7.529 million mainly attributable to a lower "Other operating expenses" in FY 2016, compared to FY 2015.

"Other operating expenses" decreased US\$11.183 million to US\$7.027 million in FY 2016, compared to US\$18.210 million in FY 2015 largely owing to the following five (5) factors:

- (i) "Allowance for doubtful finance lease receivables" reduced US\$5.763 million to US\$0.329 million in FY 2016, compared to US\$6.092 million in FY 2015;
- (ii) The absence of "Impairment of property, plant and equipment" of US\$1.366 million in FY 2016, which was present in FY 2015 as a result of impairment of aircraft and engines;
- (iii) We had an "Currency exchange gain" of US\$0.004 million in FY 2016, compared to an "Currency exchange loss" of US\$1.181 million in FY 2015;
- (iv) The reduction in "Inventories written down" of US\$0.214 million and "Inventories written off" of US\$0.271 million for aircraft components in FY 2016; and
- (v) The absence of "Allowance for impairment loss in associate" of US\$0.147 million in FY 2016.

4th Qtr 2016 vs 4th Qtr 2015

We incurred a smaller "Net Loss Attributable to Equity holders of the Company" of US\$0.650 million in 4Q 2016, compared to a "Net Loss Attributable to Equity holders of the Company" of US\$8.492 million in 4Q 2015, mainly due to a reduction in "Other operating expenses".

"Other operating expenses" declined to US\$2.581 million in 4Q 2016, compared to US\$10.451 million in 4Q 2015 because:

- (i) "Allowance for doubtful finance lease receivables" reduced US\$6.069 million to US\$0.023 million in FY 2016, compared to US\$6.092 million in FY 2015;
- (ii) The absence of "Impairment of property, plant and equipment" of US\$1.366 million in FY 2016, which was present in FY 2015 as a result of impairment of aircraft and engines; and
- (iii) A lower aviation "Finance lease interest income" of US\$0.167 million to US\$0.023 million in 4Q 2016.

4th Qtr 2016 vs 3rd Qtr 2016

In 4Q 2016, we incurred a “Net Loss Attributable to Equity holders of the Company” of US\$0.650 million, compared to US\$0.764 million in 3Q 2016.

Balance Sheet

Non-current assets

The Group’s “Non-current assets” decreased US\$4.704 million to US\$6.949 million as at 31 December 2016 (“FY 2016”), compared to US\$11.653 million as at 31 December 2015 (“FY2015”). The reduction in “Non-current assets” was attributable to:

- (i) a reduction of US\$4.535 million in “Property, plant and equipment” mainly due to the reclassification of the aircraft and aircraft component of US\$3.778 million as “Inventories” under “Current Assets” in FY 2016. The aircraft and aircraft components were reclassified as “Current Assets” in FY 2016 because these assets are held for sale in the ordinary course of aviation business; and
- (ii) a reduction of US\$0.139 million in “Deferred tax assets”.

Current assets

“Current assets” increased US\$8.307 million to US\$57.726 million as at end of FY2016, compared to US\$49.419 million as at the end of FY 2015. “Current asset” was higher in FY 2016 mainly due to:

- (i) an increase in “Inventories” as a result of the reclassification of the aircraft and aircraft components of US\$3.778 million from “Property, plant and equipment” to “Inventories” in FY 2016. The reason for the reclassification is as explained above; and
- (ii) an increase in “Trade and other receivables” to US\$34.672 million as at FY 2016. “Trade and other receivables” increased as at 31 December 2016 largely due to the surge in “Turnover” in 4Q 2016, as elaborated in the section entitled “Revenue” for “4th Qtr 2016 vs 4th Qtr 2015”, on page 13.

Non-current liabilities

“Non-current liabilities” decreased US\$0.427 million to US\$1.291 million as at 31 December 2016 as a result of the partial repayment of the finance lease liabilities relating to the motor vehicles, which were used for our logistics business.

Current liabilities

“Current liabilities” increased US\$6.751 million to US\$38.351 million as at end of FY 2016, compared to US\$31.600 million as at end of FY2015, largely due to (i) an increase of US\$5.792 million in “Trade and other payables” to US\$33.973 million as at 31 December 2016. The higher Trade and other payables” was in line with the higher “Turnover” as elaborated in the section entitled “Revenue”, on page 13; and (ii) higher “Bank borrowings” to finance an increase in working capital particularly during the peak seasons in 4Q 2016.

Net assets

Our Group’s net asset value stood at US\$25.033 million as at end of FY 2016, compared to US\$27.754 million as at end of FY 2015. Net asset value decreased US\$2.721 million, mainly because “Total assets” increased US\$3.603 million in FY 2016 compared to FY 2015, whereas “Total liabilities” increased US\$6.324 million in FY 2016 compared to FY 2015.

The Group’s gearing based on total bank borrowings and finance lease liabilities, to net asset value excluding “Non-controlling interest”, stood at 18.5% as at the end of FY 2016, compared to 15.7% as at the end of FY 2015.

Equity

Excluding “Non-controlling interests”, our “Equity attributable to equity holders of the Company” stood at US\$26.819 million as at end of FY 2016, compared to US\$29.417 million as at end FY 2015. The decline of US\$2.598 million in “Equity attributable to equity holder of the Company” was largely due to:

- (i) The Group’s “Accumulated losses” increased US\$2.551 million to US\$16.820 million as at end of FY 2016, compared to US\$14.269 million as at the end of FY 2015. This was due to the “Loss attributable to equity holders of the Company” of US\$2.465 million in FY 2016; and
- (ii) The Group’s negative “Foreign currency translation reserve” increased US\$0.047 million to a negative reserve of US\$8.119 million as at the end of FY 2016, compared to negative reserve of US\$8.072 million as at end of FY 2015.

Cash Flow FY 2016 vs FY 2015

“Net cash generated used in operating activities” was US\$0.772 million in FY 2016, compared to “Net cash generated from operating activities” of US\$3.662 million in FY 2015 largely due to:

- (i) The “Loss before tax” after including “Adjustments for” amounted to US\$1.337 million in FY 2016, compared to US\$10.600 million in FY 2015;
- (ii) Cash generated from “Payables” of US\$5.771 million in FY 2016, compared to US\$7.925 million used in “Payables” in FY 2015;
- (iii) Cash used in “Receivables” of US\$5.027 million in FY 2016, while US\$15.119 million was generated from “Receivables” in FY 2015;
- (iv) “Income tax paid” in FY 2016 was US\$0.036 million; and
- (v) One off cash used in “Finance lease receivables” in FY 2015 was US\$6.252 million.

“Net cash generated from investing activities” amounted to US\$0.040 million in FY 2016, compared to “Net cash generated from investing activities” of US\$5.120 million in FY 2015. The “Net cash generated from investing activities” in FY 2016 mainly comprised of cash generating from (i) “Dividend received from associate” of US\$0.258 million and “Interest received” of US\$0.119 million. However, the cash generated from investing activities was partially offset by cash used in “Payment to minority interest for capital refund upon dissolution” of US\$0.219 million, “Purchase of property, plant and equipment” of US\$ 0.093 million and “Acquisition of subsidiary, net of cash acquired” of US\$ 0.061 million.

Whilst in FY 2015, the “Net cash generated from investing activities” were mainly from “Proceed from disposal of a joint venture” of US\$4.593 million and “Dividend received from associate” of US\$0.315 million and “Dividend received from joint venture” of US\$0.252 million.

“Net cash generated from financing activities” amounted to US\$0.100 million in FY 2016, compared to “Net cash used in financing activities” of US\$6.390 million in FY 2015. The “Net cash generating from financing activities” was largely attributable to (i) lower “Repayment of bank borrowings” of US\$2.277 million in FY 2016 compared to “Repayment of bank borrowings” of US\$6.869 million in FY 2015 and (ii) Cash used in “Shares bought back” of US\$0.042 million in FY 2016, compared to US\$0.572 million in FY 2015.

4th Qtr 2016 vs 4th Qtr 2015

We recorded “Net cash generated from operating activities” of US\$2.365 million including the tax refund of US\$0.010 million in 4Q 2016, compared to “Net cash generated from operating activities” of US\$0.316 million after the tax paid of US\$0.025 million in 4Q 2015. The “Net cash generated from operating activities” in 4Q 2016 was largely due to “Loss before tax” of US\$0.350 million, cash generated from “Payables” of US\$5.017 million. In 4Q 2015, “Net cash generated from operating activities” comprised of “Loss before tax” of US\$8.319 million, “Adjustments for” “Impairment of property, plant and equipment” of US\$1.366 million and cash generated from “Receivables” of US\$3.052 million.

“Net cash used in investing activities” in 4Q 2016 was US\$0.141 million, mainly due to “Payment to minority interest for capital refund upon dissolution” of US\$0.219 million partially offset by “Interest received” of US\$0.052 million and “Proceeds from disposal of subsidiary” of US\$0.043 million. In 4Q 2015, “Net cash generated from investing activities” was US\$0.282 million mainly due to “Purchase of property, plant and equipment” of US\$0.192 million.

“Net cash generated from financing activities” in 4Q 2016 was US\$1.037 million, compared to “Net Cash used in financing activities of US\$0.046 million in 4Q 2016. “Net cash generating from financing activities” was largely attributable to “Proceed from bank borrowings” of US\$2.118 million in 4Q 2016 partially offset by “Repayment of finance lease liabilities” of US\$0.142 million, “Repayment of bank borrowings” of US\$0.877 million and “Interest paid” of US\$0.063 million. Whilst in FY 2015, “Net cash used in financing activities” of US\$0.046 million was mainly due to “Shares bought back” of US\$0.465 million partially offset by “Proceeds from bank borrowings” of US\$0.586 million.

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

Save for the public announcement made on 20 February 2017, no forecast or prospect statement had previously been disclosed to the shareholders.

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 effect the group in the next reporting period and the next 12 months.

The global economy is in the midst of a protracted period of slow growth environment. Growth outlook for 2017 shows a continuation of this trend. Ongoing geopolitical tides, and economic uncertainties around the world, are constantly changing. We have to be more agile to prepare ourselves for more disruptions from geopolitical tensions, policy uncertainty, financial market volatility, and rapid changes in technology. We therefore remain cautious of the challenges in 2017.

11. Dividend

(a) Whether an interim (final) ordinary dividend has been declared (recommended) in the current financial period reported on:

No dividend has been declared or recommended for the fourth quarter ended 31 December 2016.

(b) i) Amount per share (in cents)

None.

ii) Previous corresponding period (in cents)

None.

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).

Not applicable.

(d) The date the dividend is payable.

Not applicable.

(e) The date on which Registrable Transfers received by the Company (up to 5.00 pm) will be registered before entitlements to the dividend are determined.

Not applicable.

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

No dividend has been declared or recommended for the fourth quarter ended 31 December 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.

As at the date of this Announcement, the Group has not obtained a general mandate from shareholders for IPTs.

14. Negative confirmation pursuant to Rule 705(5).

Not required for announcement on full year results.

15. Confirmation by Board pursuant to rule 720(1) of the Listing Manual

The Board had received undertakings from all its directors in the format as set out in Appendix 7.7 pursuant to Rule 720(1) of the listing manual of the Singapore Exchange Securities Trading Limited.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

(This part is not applicable to Q1, Q2, Q3 or Half Year Results)

16. **Segmental revenue and results for the business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.**

Business Segments - Group

	Aviation		Logistics		Consolidated	
	2016 US\$'000	2015 US\$'000	2016 US\$'000	2015 US\$'000	2016 US\$'000	2015 US\$'000
Turnover from reportable segments	256	2,389	184,692	195,993	184,948	198,382
Interest income	48	30	71	115	119	145
Finance lease interests income	329	932	-	-	329	932
Finance costs	(24)	(45)	(175)	(219)	(199)	(264)
Depreciation of property, plant and equipment	(108)	(453)	(727)	(703)	(835)	(1,156)
Reportable segment loss	(1,518)	(8,717)	(948)	(1,277)	(2,466)	(9,994)
Other material non-cash items:						
Allowance for doubtful trade receivables	-	(164)	(337)	(681)	(337)	(845)
Allowance for doubtful trade receivables written back	-	-	119	95	119	95
Allowance for doubtful non-trade receivables	-	-	(140)	(597)	(140)	(597)
Bad-non trade debts written off	-	-	(17)	-	(17)	-
Inventories written down	(79)	(293)	-	-	(79)	(293)
Allowance for doubtful finance lease receivable	(329)	(6,092)	-	-	(329)	(6,092)
Bad non-trade debts written off	-	-	-	-	-	-
Inventories written off	(3)	(274)	-	-	(3)	(274)
Impairment of property, plant and equipment	-	(1,366)	-	-	-	(1,366)
Write back of provision for liabilities	-	-	94	-	94	-
Gain on disposal of a joint venture	-	-	-	2,089	-	2,089
Gain on disposal of associate	-	-	-	33	-	33
Property, plant and equipment written off	-	-	(141)	(19)	(141)	(19)
Allowance for impairment loss in associate	-	-	-	(147)	-	(147)
Segment assets	12,371	12,399	52,388	48,673	64,677	61,072
Segment liabilities	2,150	1,174	37,494	32,145	39,644	33,319
Expenditure in non-current assets						
Property, plant and equipment	-	3	310	2,726	310	2,729
Investment in associate	-	-	-	3	-	3

Geographical Segments – Group

	Turnover for reportable segments		Non-current assets for reportable segments	
	FY 2016 US\$'000	FY 2015 US\$'000	FY 2016 US\$'000	FY 2015 US\$'000
Asia	133,326	147,273	4,768	5,500
Others	51,622	51,109	1,906	5,739
Total	184,948	198,382	6,674	11,239

17. **In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.**

The aviation business contributed to approximately 0.1% of our Group's turnover, and logistics business contributed to the balance 99.9% of the total reportable segment turnover.

18. **A breakdown of sales as follows:-**

	Full year ended 31 Dec 2016 US\$'000	Full year ended 31 Dec 2015 US\$'000	%
			<i>increase</i>
a) Sales reported for the first half year	83,945	102,312	-18.0%
b) Operating (loss)/profit after tax before deducting non-controlling interest for first half year	(1,362)	(2,645)	-48.5%
c) Sales reported for the second half year	101,003	96,070	5.1%
d) Operating profit/(loss) after tax before deducting non-controlling interest for second half year	(955)	(7,560)	-87.4%

N/M : not meaningful

19. **A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year as follows:-**

No annual dividend was recommended, declared, or paid, on the latest full year and in the previous full year.

20. **Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(13) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.**

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Janet LC Tan	56	Sibling of Jenny Tan, who is a Director of the Company.	Chairman and Chief Executive Officer since 2003. Her responsibilities include setting the overall long-term business direction, developing business strategies, and implementing growth strategies for A-Sonic Aerospace and its subsidiaries.	No changes in duties.
Tan Lay Yong Jenny	50	Sibling of Janet Tan, who is the Chairman, Chief Executive Officer and substantial shareholder of the Company.	Executive Director of the Company since 2003. Her responsibilities include overall operational, administrative management, information technology systems and human resources of the aviation business.	No changes in duties.

BY ORDER OF THE BOARD

Loo Keat Choon
Joint Company Secretary

28 February 2017