

OEL (HOLDINGS) LIMITED
(Company Registration No: 198403368H)

Results For The Fourth Quarter And Twelve Months Ended 31 Dec 2015

PART I - 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 period.

1(a)(i) Statement of Comprehensive Income

	Group					
	4Q 2015	4Q 2014	Change	FY2015	FY2014	Change
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
<u>Continuing Operations</u>						
Revenue	566	1,424	-60.3%	2,623	4,310	-39.1%
Cost of sales	(1,030)	(16,709)	-93.8%	(6,367)	(19,521)	-67.4%
Gross loss	(464)	(15,285)	-97.0%	(3,744)	(15,211)	-75.4%
Other operating income	1,010	4,617	-78.1%	1,110	8,614	-87.1%
Distribution costs	(4)	58	NM	(44)	(138)	-68.1%
Administrative expenses	(462)	(1,075)	-57.0%	(2,326)	(8,544)	-72.8%
Other operating expenses	(462)	(5,433)	-91.5%	(4,563)	(6,558)	-30.4%
Finance costs	(7)	(10)	-30.0%	(24)	(56)	-57.1%
Share of results of an associated company	-	(26)	NM	-	(26)	NM
Loss before tax	(389)	(17,154)	-97.7%	(9,591)	(21,919)	-56.2%
Income tax credit	123	422	-70.9%	123	1,379	-91.1%
Loss for the period	(266)	(16,732)	-98.4%	(9,468)	(20,540)	-53.9%
<u>Discontinued operations</u>						
Profit for the period from discontinued operations	-	1,680	NM	-	1,128	NM
Loss for the period	(266)	(15,052)	-98.2%	(9,468)	(19,412)	-51.2%
Loss attributable to:						
Owners of the Company	(266)	(15,001)	-98.2%	(9,468)	(19,079)	-50.4%
Non-controlling interests	-	(51)	NM	-	(333)	NM
	(266)	(15,052)	-98.2%	(9,468)	(19,412)	-51.2%

NM = Not meaningful

1(a)(ii) Notes to Statement of Comprehensive Income

Continuing operations

Loss for the period is stated after (charging) crediting the following:

Allowance for doubtful receivables - trade	-	(594)	NM	-	(594)	NM
Allowance for inventories	-	(4,000)	NM	-	(4,000)	NM
Bad debts written off	-	(510)	NM	-	(510)	NM
Depreciation of property, plant and equipment	(512)	(374)	36.9%	(1,582)	(1,318)	20.0%
Foreign currency exchange adjustment gain (loss), net	46	(5,159)	NM	(2,736)	(3,458)	-20.9%
Loss on disposal of property, plant and equipment	(207)	(116)	78.4%	(175)	(117)	-49.6%
Impairment of investment in associated company	-	(370)	NM	-	(370)	NM
Property, plant and equipment written off	(37)	(329)	-88.8%	(61)	(506)	-87.9%
Interest income	2	14	-85.7%	15	44	-65.9%
Interest expenses	(7)	(10)	-30.0%	(24)	(56)	-57.1%
Overprovision of tax in prior years	123	1,379	-91.1%	123	1,379	-91.1%
Project costs written off	(405)	(12,913)	-96.9%	(4,225)	(12,913)	-67.3%

Discontinued operations

Loss for the period is stated after (charging) crediting the following:

Depreciation of property, plant and equipment	-	(31)	NM	-	(323)	NM
Interest expenses	-	(12)	NM	-	(82)	NM
Foreign currency exchange adjustment gain, net	-	2	NM	-	10	NM
Loss on disposal of property, plant and equipment	-	-	NM	-	(63)	NM

1(a)(iii) Statement of Other Comprehensive Income

Loss for the period

Other comprehensive loss:

Item that may not be reclassified subsequently to profit or loss

- revaluation of property, net of tax

Item that may be reclassified subsequently to profit or loss

- exchange differences on translation of foreign operations

Total comprehensive loss for the period

Total comprehensive loss attributable to:

Owners of the Company

Non-controlling interests

Group					
4Q 2015 S\$'000	4Q 2014 S\$'000	Change %	FY 2015 S\$'000	FY 2014 S\$'000	Change %
(266)	(15,052)	-98.2%	(9,468)	(19,412)	-51.2%
-	142	NM	-	142	NM
(14)	(2,353)	-99.4%	3,040	(3,193)	NM
(280)	(17,263)	-98.4%	(6,428)	(22,463)	-71.4%
(280)	(17,213)	-98.4%	(6,428)	(22,130)	-71.0%
-	(51)	NM	-	(333)	NM
(280)	(17,263)	-98.4%	(6,428)	(22,463)	-71.4%

NM=Not meaningful

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

B) STATEMENTS OF FINANCIAL POSITION

	Group		Company	
	31.12.15	31.12.14	31.12.15	31.12.14
	\$'000	\$'000	\$'000	\$'000
ASSETS				
Current assets:				
Cash and bank balances	1,534	6,221	1,295	5,982
Trade receivables	154	7,355	24	40
Other receivables	1,673	5,152	30	9,358
Others assets held for sale	3,000	-	-	-
Inventories	6,136	6,162	-	-
Total current assets	12,497	24,890	1,349	15,380
Non-current assets:				
Associates	-	-	26	26
Others non-current assets	12	12	12	12
Property, plant and equipment	9,854	12,327	4,773	4,961
Investment property	3,741	3,741	3,741	3,741
Total non-current assets	13,607	16,080	8,552	8,740
Total assets	26,104	40,970	9,901	24,120
Current liabilities:				
Trade payables	8,734	12,104	268	168
Other payables	2,516	7,388	1,465	3,587
Finance leases	33	33	33	33
Bank loans	500	540	500	540
Total current liabilities	11,783	20,065	2,266	4,328

	Group		Company	
	31.12.15	31.12.14	31.12.15	31.12.14
	\$'000	\$'000	\$'000	\$'000
Non-current liabilities:				
Finance leases	33	66	33	66
Deferred tax liabilities	288	411	288	411
Total non-current liabilities	321	477	321	477
Capital and reserves:				
Issued capital	38,530	38,530	38,530	38,530
Reserves	(24,530)	(18,102)	(31,216)	(19,215)
Equity attributable to owners of the Company	14,000	20,428	7,314	19,315
Total equity	14,000	20,428	7,314	19,315
Total liabilities and equity	26,104	40,970	9,901	24,120

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

Amount repayable in one year or less, or on demand

As at 31.12.2015		As at 31.12.2014	
S\$'000	S\$'000	S\$'000	S\$'000
Secured	Unsecured	Secured	Unsecured
533	-	33	540

Amount repayable after one year

As at 31.12.2015		As at 31.12.2014	
S\$'000	S\$'000	S\$'000	S\$'000
Secured	Unsecured	Secured	Unsecured
33	-	66	-

Details of any collateral

The above secured borrowings are secured by a property and certain plant and equipment of the Group and the Company.

1(c) A Consolidated Statement of Cash Flows (for the Group), together with a comparative statement for the corresponding period of the immediately preceding financial period.

	Group	
	FY 2015	FY 2014
	S\$'000	S\$'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before tax	(9,591)	(20,791)
Adjustments for:		
Allowance for doubtful debts on trade receivables	-	594
Bad debts written off	-	510
Depreciation of property, plant and equipment	1,582	1,641
Loss on disposal of property, plant and equipment	175	117
Gain on disposal of subsidiary	-	(1,780)
Gain in fair value of investment property	-	(129)
Inventories written off	-	4,000
Impairment of investment in associated company	-	370
Impairment of non current-assets	12	-
Property, plant and equipment written off	61	506
Share of results of associated company	-	26
Interest expense	24	138
Interest income	(15)	(44)
Project costs written off	3,405	12,913
Operating loss before movements in working capital	(4,347)	(1,929)
Trade receivables	181	9,058
Other receivables	3,380	(132)
Inventories	26	(136)
Trade payables	(1,886)	(14,285)
Other payables	(2,177)	(10,730)
Cash used in operations	(4,823)	(18,154)
Income tax paid	-	396
Income tax refund	-	-
Interest paid	(24)	(138)
Interest received	15	44
Net cash used in operating activities	(4,832)	(17,852)

	Group	
	FY 2015 S\$'000	FY 2014 S\$'000
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(17)	(2,131)
Disposal of a subsidiary ,net of cash disposed	-	1,342
Investment of non-current assets	(12)	-
Advances to associate	-	(1,057)
Proceeds on disposal of property, plant and equipment	210	174
Net cash from (used in) investing activities	181	(1,672)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of bank loans	(540)	(391)
Proceeds from bank loans	500	
Repayment of obligations under finance leases	(33)	(121)
Dividends paid	-	(3,341)
Restricted cash	3,806	7,956
Net cash from financing activities	3,733	4,103
NET DECREASE IN CASH AND CASH EQUIVALENTS	(918)	(15,421)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	1,593	16,918
Effect of exchange rate changes on the balance of cash held in foreign currencies	37	96
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	712	1,593
Represented by :		
CASH AND CASH EQUIVALENTS	31.12.2015 S\$'000	31.12.2014 S\$'000
Cash and bank balances	1,534	6,221
Less: Restricted cash*	(822)	(4,628)
	712	1,593

*Restricted cash mainly comprises the retention sum which forms part of the cash proceeds from the disposal of the distribution business in 2013 and is expected to be released to the Company upon fulfillment of all obligations.

1(d)(i) A Statement of Changes in Equity (for the issuer and group) showing either (i) all changes in equity or (ii) changes inequity 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.

GROUP (S\$'000)	SHARE CAPITAL	CURRENCY TRANSLATION RESERVE	ASSET REVALUATION RESERVE	SHARE ISSUE RESERVE	RETAINED EARNINGS (ACCUMULATED LOSSES)	THE COMPANY	NON- CONTROLLING INTERESTS	TOTAL EQUITY
Balance at 01.01.2014	38,530	1,237	6,397	(182)	(83)	45,899	474	46,373
Total comprehensive (loss) income for the year								
Loss for the year	-	-	-	-	(19,079)	(19,079)	(333)	(19,412)
Other comprehensive (loss) income for the year	-	(3,193)	142	-	-	(3,051)	-	(3,051)
Total	-	(3,193)	142	-	(19,079)	(22,130)	(333)	(22,463)
Transactions with owners, recognised directly in equity								
Effect of disposal of a subsidiary	-	-	-	-	-	-	(141)	(141)
Dividends	-	-	-	-	(3,341)	(3,341)	-	(3,341)
Total	-	-	-	-	(3,341)	(3,341)	(141)	(3,482)
Balance at 31.12.2014	38,530	(1,956)	6,539	(182)	(22,503)	20,428	-	20,428
Balance at 01.01.2015	38,530	(1,956)	6,539	(182)	(22,503)	20,428	-	20,428
Total comprehensive loss for the year								
Loss for the year	-	-	-	-	(9,468)	(9,468)	-	(9,468)
Other comprehensive income for the year	-	3,040	-	-	-	3,040	-	3,040
Total	-	3,040	-	-	(9,468)	(6,428)	-	(6,428)
Balance at 31.12.2015	38,530	1,084	6,539	(182)	(31,971)	14,000	-	14,000

COMPANY (S\$'000)	SHARE CAPITAL	ASSET REVALUATION RESERVE	SHARE ISSUE RESERVE	RETAINED EARNINGS	TOTAL EQUITY
Balance at 01.01.2014	38,530	6,397	(182)	10,122	54,867
Total comprehensive loss for the year					
Loss for the year	-	-	-	(32,353)	(32,353)
Other comprehensive income for the year	-	142	-	-	142
Total	-	142	-	(32,353)	(32,211)
Transactions with owners, recognised directly in equity					
Dividends	-	-	-	(3,341)	(3,341)
Total	-	-	-	(3,341)	(3,341)
Balance at 31.12.2014	38,530	6,539	(182)	(25,572)	19,315
Balance at 01.01.2015	38,530	6,539	(182)	(25,572)	19,315
Total comprehensive loss for the year					
Loss for the year	-	-	-	(12,001)	(12,001)
Total	-	-	-	(12,001)	(12,001)
Balance at 31.12.2015	38,530	6,539	(182)	(37,573)	7,314

- 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 change in the Company's share capital since the end of the immediately preceding financial year. The Company has no outstanding convertible securities as at 31December 2015 and 31December 2014.

- 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 financial year.**

	31.12.2015	31.12.2014
Total number of shares excluding treasury shares	668,266,667	668,266,667

- 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 as at 31December 2015 and 31 December 2014. The Company does not have any treasury shares as at 31 December 2015 and 31 December 2014.

- 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 by our 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.**

Except for the adoption of revised Financial Reporting Standards ("FRS") as disclosed in Section 5 below, the Group has applied the same accounting policies and methods of computation in the financial statements for the current financial year as compared with those used in the audited financial statements for the year ended 31 December 2014.

- 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 effects of, the change.**

The Group has adopted all the new and revised FRS and Interpretations of FRS ("INT FRS") that are relevant to its operations and effective for annual periods beginning on or after 1 January 2015. The adoption of these new/revised FRSs and INT FRSs does not result in significant changes to the Group's and Company's accounting policies and has no material effect on the amounts reported for the current period or prior years.

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

Continuing operations

Loss per ordinary share for the period after deducting any provision for preference dividends:-

- (i) Based on weighted average number of ordinary shares in issue
- (ii) On a fully diluted basis*

Group			
4Q 2015	4Q 2014	FY2015	FY2014
(0.04) cents	(2.50) cents	(1.42) cents	(3.07) cents
(0.04) cents	(2.50) cents	(1.42) cents	(3.07) cents

Discontinuing operations

Profit per ordinary share for the period after deducting any provision for preference dividends:-

- (i) Based on weighted average number of ordinary shares in issue
- (ii) On a fully diluted basis*

Group			
4Q 2015	4Q 2014	FY2015	FY2014
- cents	0.25 cents	- cents	0.17 cents
- cents	0.25 cents	- cents	0.17 cents

Note: The net earnings per share for the twelve months ended 31December2015 is calculated based on 668,266,667 ordinary shares in issue (31December 2014: 668,266,667).

* There are neither any instruments that are convertible into ordinary shares of the Company nor any share options outstanding.

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 period reported on and (b) immediately preceding financial period.

Net asset value per ordinary share based on existing issued share capital as at the end of the period reported on

Group	
31.12.2015	31.12.2014
2.09 cents	3.06 cents

Net asset value per ordinary share based on existing issued share capital as at the end of the period reported on

Company	
31.12.2015	31.12.2014
1.09 cents	2.89 cents

Note: The net asset value per ordinary share is calculated based on the issued share capital of 668,266,667 ordinary shares as at 31December 2015 (31 December 2014: 668,266,667 ordinary shares).

- 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.

CONTINUING OPERATIONS

The Group continues to operate its Shipyard. The Group also derives rental income from leasing of its property at No 8 Aljunied Avenue 3 in Singapore.

Revenue

The Group posted revenue of S\$0.57 million in 4th Quarter 2015 ("4Q2015") as compared to S\$1.4 million in 4th Quarter 2014 ("4Q2014"). For the twelve months ended 31 December 2015 ("FY2015"), the Group recorded revenue of S\$2.6 million compared to S\$4.3 million for the corresponding period ended 31 December 2014 ("FY2014").

Revenue from the Shipyard operations amounted to S\$0.34 million in 4Q2015 and S\$1.85 million for FY2015, mainly from the provision of ship repair services. The Property management recorded rental income of S\$0.23 million in 4Q2015 and S\$0.77 million for FY2015.

Gross Loss

The Group posted a lower gross loss of S\$0.46 million in 4Q2015 as compared to S\$15.3 million in 4Q2014. The higher gross loss in 4Q2014 was attributed to the write-down of projects cost of S\$13 million and allowance for inventories of S\$4 million.

For FY2015, the Group recorded a lower gross loss of S\$3.7 million as compared to a gross loss of S\$15.2 million for FY2014. The gross loss in FY2015 was attributed to the write-off of project costs of S\$0.82 million following the final award in the arbitration proceedings ordered by the Arbitral Tribunal (as announced by the Company on 21 April 2015), and write-off of other project costs of S\$3.4 million following a review of the recoverable amounts.

Other Operating Income

The Group registered other operating income of S\$1 million in 4Q2015 as compared to S\$4.6 million in 4Q2014. The lower other operating income in 4Q2015 was due to absence of realised and unrealised foreign exchange gains of S\$1.8 million and lower negotiated discounts of S\$1.9 million received for amounts owing to certain suppliers of the Shipyard operations.

For FY2015, the Group registered other operating income of S\$1.1 million as compared to S\$8.6 million for FY2014. The significant decrease in the current year was due to absence of realised and unrealised foreign exchange gains of S\$3.5 million, absence of one-off recovery from Fassmer arbitration of S\$0.8 million and negotiated discounts received of approximately S\$3.7 million for amounts owing to certain suppliers of the Shipyard operations in FY2014.

Operating Expenses

Operating expenses comprise mainly distribution, administrative and other operating expenses. In 4Q2015, total operating expenses amounted to S\$0.9 million compared to S\$6.5 million in 4Q2014. The lower total operating expenses in 4Q2015 was attributed mainly to the lower legal and professional fees and absence of write-offs of S\$3.7 million for cost following the final award in the Consolidated Arbitration ordered by the Arbitral Tribunal for the Shipyard operations.

For FY2015, total operating expenses decreased to S\$7 million from S\$15.3 million for FY2014 mainly due to reduction in legal and professional fees, absence of write offs for cost for the Shipyard operations and implementation of cost saving measures which more than offset unrealised foreign exchange loss of S\$2.7 million.

Loss from Continuing Operations

The Group reported a loss of S\$0.27 million in 4Q2015 as compared to a loss of S\$16.7 million in 4Q2014.

For FY2015, the loss was S\$9.5 million as compared to a loss of S\$20.5 million for FY2014. The lower loss was attributed mainly to the lower write-off of project costs, lower legal costs for arbitration proceedings, lower other operating income and lower income tax due to reversal of deferred tax liabilities.

LOSS ATTRIBUTABLE TO OWNERS OF THE COMPANY

The Group recorded a loss attributable to owners of the company of S\$9.5 million for FY2015 as compared to a loss of S\$19.1 million for FY2014.

REVIEW OF WORKING CAPITAL, ASSETS AND LIABILITIES

Subsequent to the finalisation of the arbitration against Fugro Australis Pty Ltd, project costs of S\$3 million relating mainly to the equipment for the terminated Fugro project were reclassified to other assets held for sale.

The Group's current assets decreased to S\$12.5 million as at 31 December 2015 from S\$24.9 million as at 31 December 2014 due mainly to a reduction in trade receivables, other receivables, cash and bank balances.

Current liabilities decreased to S\$11.8 million as at 31 December 2015 from S\$20.1 million as at 31 December 2014, attributed mainly to a decrease in trade payables, other payables and bank loans.

Based on the above, the Group had positive working capital (total current assets less total current liabilities) of S\$0.7 million at the end of 31 December 2015.

REVIEW OF CASH FLOW STATEMENT

Cash flow from operating activities was a net cash outflow of S\$4.8 million as compared to a net cash outflow of S\$17.9 million for the same corresponding period of last year. The net cash outflow was mainly due to the losses in the Shipyard operations and the settlement of trade payables and other payables.

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

Not applicable.

- 10 **A commentary at the date of the 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 continues to execute cost-containment measures for its Shipyard operations. It is also exploring various options for its Shipyard operations, including repair work, outsourcing and provision of other services.

As part of its efforts to explore new business avenue, the diversification of the Group's business scope to include the mineral, oil and gas business was approved by shareholders at an EGM held on 23 June 2015.

The Company has on 30 June 2015 entered into a conditional sale and purchase agreement to acquire a stake of 51% in Allied Resources Limited ("Allied Resources") (the "Acquisition") for a consideration of S\$18.2 million in cash and shares. Allied Resources owns 50% interests in Qian An Oilfield Development Co. Ltd. ("Qian An") which is jointly owned by PetroChina Company Limited. Qian An is principally engaged in the exploration, development and production of oil and gas natural gas from two oil fields in Jilin, China. The oil fields are currently in production.

As announced on 30 October 2015, the Group has entered into a supplemental sale and purchase agreement in relation to the Acquisition. For details, please refer to the Company's announcement.

On 30 November 2015, the Group entered into a second supplemental sale and purchase agreement in relation to the Acquisition. For details, please refer to the Company's announcement.

On 19 August 2015 at an EGM, the shareholders approved the proposed issue of up to S\$40 million in aggregate principal amount of redeemable zero coupon convertible bonds.

The Group will continue to explore and evaluate strategic business opportunities, including but not limited to strategic investments, partnerships, or mergers and acquisitions, that have potential to generate value for shareholders.

11 Dividend

(a) Current Financial Period Reported On

Any dividend proposed for the current financial period reported on? None

Name of dividend	NA
Dividend Type	NA
Dividend Amount per Share (in cents)	NA
Dividend Rate (in %)	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? None

Name of dividend	NA
Dividend Type	NA
Dividend Amount per Share (in cents)	NA
Dividend Rate (in %)	NA
Tax Rate	NA

(c) Whether the dividend is before tax, net of tax or tax exempt?

Not applicable.

(d) Date payable

Not applicable.

(e) Books closure date

Not applicable.

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

No dividend has been declared or recommended for the year ended 31 December 2015.

PART II – ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT (This part is not applicable to Q1, Q2, Q3 or Half Year Results)

- 13 Segmented revenue and results for 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.**

The Group's segment information is as follows:

	Property Management S\$' 000	Shipyard S\$' 000	Others S\$' 000	Elimination S\$' 000	Total S\$' 000
2015					
Revenue					
External sales	770	1,853	-	-	2,623
Inter-segment sales	-	-	-	-	-
Total revenue	770	1,853	-	-	2,623
Results					
Segment result	394	(8,866)	(1,110)	-	(9,582)
Interest income					15
Finance costs					(24)
Loss before tax					(9,591)
Income tax credit					123
Loss for the year					(9,468)
2014					
Revenue					
External sales	720	3,590	-	-	4,310
Inter-segment sales	-	-	-	-	-
Total revenue	720	3,590	-	-	4,310
Results					
Segment result	331	(21,058)	(1,180)	-	(21,907)
Interest income					44
Finance costs					(56)
Loss before tax					(21,919)
Income tax expense					1,379
Loss for the year					(20,540)

	Distributorship S\$' 000	Engineering Design and Fabrication S\$' 000	Shipyard S\$' 000	Elimination S\$' 000	Total S\$' 000
<u>Discontinued operations</u>					
<u>2015</u>					
Revenue					
External sales	-	-	-	-	-
Inter-segment sales	-	-	-	-	-
Total revenue	-	-	-	-	-
Results					
Segment result	-	-	-	-	-
Gain on disposal of subsidiary					-
Interest income					-
Finance costs					-
Profit before tax					-
Income tax expense					-
Profit for the year					-
<u>2014</u>					
Revenue					
External sales	-	1,410	-	-	1,410
Inter-segment sales	-	-	-	-	-
Total revenue	-	1,410	-	-	1,410
Results					
Segment result	-	(570)	-	-	(570)
Gain on disposal of Distribution					1,780
Interest income					-
Finance costs					(82)
Profit before tax					1,128
Income tax expense					-
Profit for the year					1,128

	Property Management S\$' 000	Engineering Design and Fabrication S\$' 000	Shipyard S\$' 000	Elimination S\$' 000	Total S\$' 000
<u>2015</u>					
Statement of financial position					
Assets					
Segment assets	9,901	-	16,203		26,104

Unallocated other assets				-
Consolidated assets				<u>26,104</u>

Liabilities				
Segment liabilities	1,733	-	9,517	-
Unallocated other liabilities				11,250
Consolidated liabilities				<u>854</u>
				<u>12,104</u>

Other information				
Capital additions	17	0	0	-
Depreciation	205	0	148	-
				17
				353

2014

Statement of financial position

Assets

Segment assets	16,008	-	24,962	40,970
Unallocated other assets				-
Consolidated assets				<u>40,970</u>

Liabilities

Segment liabilities	3,756	-	15,736	-
Unallocated other liabilities				19,492
Consolidated liabilities				<u>1,050</u>
				<u>20,542</u>

Other information

Capital additions	9	2,120	3	-
Depreciation	204	279	162	-
				2,132
				645

Geographical information

The Group's revenue from Continuing Operations in FY2014 was derived from Shipyard operations and Property Management. As such, the comparison of revenue and assets breakdown by geographical markets for FY2014 versus FY2013 is not meaningful.

<u>Based on location of customer</u>	<u>Revenue from external customers</u>		<u>Non-current assets</u>	
	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>
	\$'000	\$'000	\$'000	\$'000
Singapore	775	1,146	8,526	8,714
Thailand	1,848	3,164	5,081	7,366
Asia Pacific (excluding Singapore, Indonesia, Thailand and China)	-	1,410	-	-

2,623	5,720	13,607	16,080
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Information about major customer

In FY2015, the Group had two major customers who collectively accounted for 97% of the Group's total revenue.

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

Please refer to item no. 8.

- 15 Confirmation that the issuer has procured undertakings from all its Directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1)

The Company confirms that it has already procured undertakings from all of its Directors and executive officers in the format as set out in Appendix 7H of the Catalist Rules in accordance with Rule 720(1) of the Catalist Rules.

- 16 A breakdown of sales.

	Group		
	2015 S\$'000	2014 S\$'000	Change %
Sales reported for first half year	1,374	3,009	-54.3%
Operating loss after tax before deducting non-controlling interests reported for first half year	(7,685)	(3,633)	111.5%
Sales reported for second half year	1,249	2,711	-53.9%
Operating loss after tax before deducting non-controlling interests reported for second half year	(1,783)	(15,779)	-88.7%

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

Total Annual Net Dividend

	FY2015 S\$	FY2014 S\$
Ordinary	Nil	Nil
Preference	Nil	Nil

- 18 If the Group has obtained a general mandate from shareholders for Interested Person Transaction (“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 Company does not have a general mandate from shareholders for the interested person transactions. There were no IPTs of S\$100,000 or more for the twelve months ended 31 December 2015.

- 19 Disclosure under Rule 704(10) of the Listing Listing Manual (Section B: Rules of Catalyst)**

There are no persons occupying managerial position in the Company or any of its principal subsidiaries who is a relative of a director or CEO or substantial shareholders of the Company.

BY ORDER OF THE BOARD

CHANG AI LING
COMPANY SECRETARY
29 February 2016

This announcement has been reviewed by the Company’s sponsor, RHT Capital Pte. Ltd. (the “Sponsor”), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (“SGX-ST”). The Sponsor has not independently verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The details of the contact person for the Sponsor are: -

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