

**First Quarter Financial Statements And Dividend Announcement For The Period Ended 31 March 2016**

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

1(a)(i) 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.

**Statement of Profit or Loss and Other Comprehensive Income**

	Group		Change %
	1Q 2016 S\$'000	1Q 2015 S\$'000	
<b>Revenue</b>	<b>24,849</b>	<b>24,430</b>	1.7
Cost of sales	(14,047)	(13,877)	1.2
<b>Gross profit</b>	<b>10,802</b>	<b>10,553</b>	<b>2.4</b>
Other income (Note 1)	1,407	1,056	33.2
Selling, distribution and outlet expenses	(6,681)	(6,683)	(0.0)
Administrative expenses	(3,015)	(2,885)	4.5
Other expenses (Note 2)	(38)	(337)	(88.7)
Finance costs (Note 3)	(2)	(1)	100.0
Share of results of equity-accounted investee, net of tax (Note 4)	(6)	(17)	(64.7)
<b>Profit before tax</b>	<b>2,467</b>	<b>1,686</b>	<b>46.3</b>
Income tax expense (Note 5)	(400)	(302)	32.5
<b>Profit for the period</b>	<b>2,067</b>	<b>1,384</b>	<b>49.3</b>
<b>Other comprehensive income:</b>			
<u>Items that are or may be reclassified subsequently to profit or loss:</u>			
Currency translation differences	(80)	(33)	n.m.
<b>Other comprehensive loss for the period, net of tax</b>	<b>(80)</b>	<b>(33)</b>	<b>n.m.</b>
<b>Total comprehensive income for the period</b>	<b>1,987</b>	<b>1,351</b>	<b>47.1</b>
<b><u>Profit/(Loss) attributable to:</u></b>			
Owners of the Company	1,971	1,451	35.8
Non-controlling interests	96	(67)	n.m.
<b>Profit for the period</b>	<b>2,067</b>	<b>1,384</b>	<b>49.3</b>
<b><u>Total comprehensive income/(loss) attributable to:</u></b>			
Owners of the Company	1,861	1,429	30.2
Non-controlling interests	126	(78)	n.m.
<b>Total comprehensive income for the period</b>	<b>1,987</b>	<b>1,351</b>	<b>47.1</b>

n.m.: not meaningful

1(a)(ii) Notes to the Statement of Profit or Loss and Other Comprehensive Income:

**Profit for the period include the following:**

Other income including interest income and foreign exchange gain, net *(Note 1)*

Depreciation and amortisation

Property, plant and equipment written off *(Note 2)*

Allowance for inventories obsolescences

Loss on disposal of property, plant and equipment, net

Write-off for inventories

Write-back of impairment in value in an associated company

	<b>Group</b>		
	<b>1Q 2016</b>	<b>1Q 2015</b>	<b>Change</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>%</b>
	1,407	1,056	33.2
	(816)	(816)	-
	(50)	(408)	(87.7)
	-	(16)	(100.0)
	(3)	(5)	(40.0)
	-	(33)	(100.0)
	6	-	n.a.

*Note:*

- (1) Other income comprised mainly interest and rental income, government grants under the Special Employment Credit and Wage Credit Schemes. The increase was due mainly to higher interest income and Wage Credit received.
- (2) Other expenses comprised mainly write-off of plant and equipment. The reduction in other expenses was mainly attributed to higher write-off of plant and equipment in prior year arising from the closure of an outlet in 1Q 2015.
- (3) Finance costs arose from the borrowings taken up by a Malaysian subsidiary. The higher finance costs were due to higher borrowings taken up during 1Q 2016.
- (4) Share of results of equity-accounted investee related to the Group's share of the results of its associated company, Food Glossary Pte Ltd, which had ceased operation in 1Q 2016.
- (5) The higher income tax expense was attributed to the increased profit from the operations in Singapore.

n.a.: not applicable

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.

### Statements of financial position

	Group		Company	
	31-Mar-16 S\$'000	31-Dec-15 S\$'000	31-Mar-16 S\$'000	31-Dec-15 S\$'000
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, plant and equipment	20,745	19,844	9,546	8,806
Investment properties	3,469	3,508	1,066	1,076
Intangible assets	272	292	98	107
Investments in subsidiaries	-	-	7,426	7,426
Investments in associated companies	-	-	-	-
Held-to-maturity financial assets	-	-	-	-
Available-for-sale financial assets	35	35	35	35
Loans to subsidiaries	-	-	6,599	6,719
<b>Total non-current assets</b>	<b>24,521</b>	23,679	<b>24,770</b>	24,169
<b>Current assets</b>				
Inventories (Note 6)	2,127	2,374	1,568	1,677
Trade and other receivables	7,018	6,975	5,508	5,771
Fixed deposits (Note 7)	61,113	53,219	57,018	52,084
Cash and bank balances (Note 7)	21,723	29,003	9,023	13,097
<b>Total current assets</b>	<b>91,981</b>	91,571	<b>73,117</b>	72,629
<b>Total assets</b>	<b>116,502</b>	115,250	<b>97,887</b>	96,798
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Share capital	43,299	43,299	43,299	43,299
Other reserves (Note 8)	(446)	(336)	-	-
Accumulated profits	57,913	55,942	42,823	41,472
<b>Equity attributable to owners of the Company</b>	<b>100,766</b>	98,905	<b>86,122</b>	84,771
<b>Non-controlling interests</b> (Note 9)	443	317	-	-
<b>Total equity</b>	<b>101,209</b>	99,222	<b>86,122</b>	84,771
<b>Non-current liability</b>				
Deferred tax liabilities	1,349	1,333	540	540
<b>Total non-current liability</b>	<b>1,349</b>	1,333	<b>540</b>	540
<b>Current liabilities</b>				
Trade and other payables	10,608	11,718	8,537	9,047
Provisions	1,775	1,647	1,598	1,479
Tax payable (Note 10)	1,561	1,330	1,090	961
<b>Total current liabilities</b>	<b>13,944</b>	14,695	<b>11,225</b>	11,487
<b>Total liabilities</b>	<b>15,293</b>	16,028	<b>11,765</b>	12,027
<b>Total equity and liabilities</b>	<b>116,502</b>	115,250	<b>97,887</b>	96,798

### Notes to the Statements of financial position:

Note:

- (6) The reduction in inventories was due mainly to the build-up of higher inventories at year end.
- (7) The increase in fixed deposits was due to the placement of additional fixed deposits, hence there was a corresponding decrease in cash and bank balances.
- (8) The reduction in other reserves related to the exchange differences arising from translation of the Group's foreign subsidiaries' financial statements for consolidation.
- (9) The increase in non-controlling interests (NCI) was attributed to the NCI's share of the profit of the Malaysian subsidiaries in 1Q 2016.
- (10) The increase in tax payable was due to the provision of income tax expense for 1Q 2016 partially offset by payment of income tax during the period.

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-Mar-16	
Secured	Unsecured
<u>S\$'000</u>	<u>S\$'000</u>
-	-

As at 31-Dec-15	
Secured	Unsecured
<u>S\$'000</u>	<u>S\$'000</u>
-	-

Amount repayable after one year

As at 31-Mar-16	
Secured	Unsecured
<u>S\$'000</u>	<u>S\$'000</u>
-	-

As at 31-Dec-15	
Secured	Unsecured
<u>S\$'000</u>	<u>S\$'000</u>
-	-

1(b)(ii) Details of collaterals

The Group's borrowing facilities are secured by legal charges over certain properties and pledges of fixed deposits of the Group's Malaysian subsidiary; joint and several corporate guarantees from its holding company (which is a wholly-owned subsidiary of the Company) and the Company.

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.

**Statement of cash flows**

	Group	
	1Q 2016 S\$'000	1Q 2015 S\$'000
<b>Cash flows from operating activities</b>		
Profit before tax	2,467	1,686
<i>Adjustments for:</i>		
Depreciation and amortisation	816	816
Loss on disposal of property, plant and equipment, net	3	5
Property, plant and equipment written off	50	408
Write-back of impairment in value in an associated company	(6)	-
Share of results of equity-accounted investee	6	17
Unrealised foreign exchange gain	(39)	(258)
Interest expense	2	1
Interest income	(208)	(114)
<b>Operating cash flows before movements in working capital</b>	3,091	2,561
<i>Changes in working capital:</i>		
Inventories	247	371
Trade and other receivables	48	327
Trade and other payables	(1,109)	(1,456)
Provisions	53	7
<b>Cash from operations</b>	2,330	1,810
Income tax paid	(263)	(364)
<b>Net cash generated from operating activities</b>	2,067	1,446
<b>Cash flows from investing activities</b>		
Interest received	208	114
Purchase of property, plant and equipment	(1,460)	(673)
Proceeds from disposal of property, plant and equipment	8	20
Translation differences	-	31
<b>Net cash used in investing activities</b>	(1,244)	(508)
<b>Cash flows from financing activities</b>		
Interest expense paid	(2)	(1)
Proceeds from borrowings, net	-	166
Funds placed in non-liquid deposits	-	(19)
<b>Net cash (used in)/generated from financing activities</b>	(2)	146
<b>Net increase in cash and cash equivalents</b>	821	1,084
Cash and cash equivalents at beginning of financial period	82,110	82,348
Effect of exchange rate fluctuations on cash and cash equivalents	(212)	258
<b>Cash and cash equivalents at end of financial period</b>	82,719	83,690
<b>Cash and cash equivalents comprise:</b>		
Fixed deposits	61,113	46,991
Cash and bank balances	21,723	36,820
	82,836	83,811
Less: funds placed in non-liquid deposits	(117)	(121)
	82,719	83,690

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.

**Statement of changes in equity**

Group	Total Equity S\$'000	Equity attributable to owners of the Company S\$'000	Share Capital S\$'000	Other Accumulated Reserves S\$'000	Profits S\$'000	Non- controlling Interests S\$'000
<b>Balance at 1 January 2016</b>	<b>99,222</b>	<b>98,905</b>	<b>43,299</b>	<b>(336)</b>	<b>55,942</b>	<b>317</b>
<b>Profit for the period</b>	<b>2,067</b>	<b>1,971</b>	-	-	<b>1,971</b>	<b>96</b>
<i>Other comprehensive (loss)/income:</i>						
Currency translation differences	(80)	(110)	-	(110)	-	30
Other comprehensive (loss)/income for the period, net of tax	(80)	(110)	-	(110)	-	30
<b>Total comprehensive income/(loss) for the period</b>	<b>1,987</b>	<b>1,861</b>	-	<b>(110)</b>	<b>1,971</b>	<b>126</b>
<b>Balance at 31 March 2016</b>	<b>101,209</b>	<b>100,766</b>	<b>43,299</b>	<b>(446)</b>	<b>57,913</b>	<b>443</b>
<b>Balance at 1 January 2015</b>	99,717	96,532	43,299	(317)	53,550	3,185
Profit for the period	1,384	1,451	-	-	1,451	(67)
<i>Other comprehensive loss:</i>						
Currency translation differences	(33)	(22)	-	(22)	-	(11)
Other comprehensive loss for the period, net of tax	(33)	(22)	-	(22)	-	(11)
<b>Total comprehensive income/(loss) for the period</b>	<b>1,351</b>	<b>1,429</b>	-	<b>(22)</b>	<b>1,451</b>	<b>(78)</b>
<b>Balance at 31 March 2015</b>	<b>101,068</b>	<b>97,961</b>	<b>43,299</b>	<b>(339)</b>	<b>55,001</b>	<b>3,107</b>

Company	Total Equity S\$'000	Share Capital S\$'000	Other Accumulated Reserves S\$'000	Profits S\$'000
Balance at 1 January 2016	84,771	43,299	-	41,472
Net profit and total comprehensive income for the period	1,351	-	-	1,351
<b>Balance at 31 March 2016</b>	<b>86,122</b>	<b>43,299</b>	-	<b>42,823</b>
Balance at 1 January 2015	84,218	43,299	-	40,919
Net profit and total comprehensive income for the period	878	-	-	878
<b>Balance at 31 March 2015</b>	<b>85,096</b>	<b>43,299</b>	-	<b>41,797</b>

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as 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 were no movements in the share capital of the Company from 31 December 2015 to 31 March 2016.

There were no outstanding convertibles instruments which may be converted to shares as at 31 March 2016 and 31 March 2015. There were no treasury shares held as at 31 March 2016 and 31 March 2015.

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.

Total number of issued shares excluding treasury shares

31-Mar-16 '000	31-Dec-15 '000
200,996	200,996

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

Not applicable.

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

The figures have not been audited or reviewed.

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

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 as in the most recently audited financial statements for the year ended 31 December 2015, except for the adoption of certain new/revised Financial Reporting Standards (FRS) that became mandatory from 1 January 2016. The adoption of these new/revised FRS did not have any material effect on the financial information.

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.

Please refer to item 4 above.

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

Earnings per ordinary share for the period based on net profit attributable to shareholders

i) Based on weighted average number of ordinary shares on issue

ii) On a fully diluted basis

Group figures	
1Q 2016	1Q 2015
cents	cents
<b>0.98</b>	0.72
<b>0.98</b>	0.72

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.

Net Asset Value per ordinary share based on total number of issued shares excluding treasury shares at the end of the financial period/year (cents)

Group		Company	
31-Mar-16	31-Dec-15	31-Mar-16	31-Dec-15
<b>50.1</b>	49.2	<b>42.8</b>	42.2

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.

8(a) **Review of the performance of the group.**

Group revenue for the quarter ended 31 March 2016 ("1Q 2016") was \$24.8 million, an increase of 2% when compared to \$24.4 million for the same period last year ("1Q 2015"). The increase in revenue was mainly attributed to the Group's operations in Singapore. The Group's Malaysian operations also recorded higher revenue though it was impacted by the translation effect of the weaker Malaysian Ringgit against Singapore Dollar.

Group profit before tax for 1Q 2016 was \$2.5 million, an increase of 46% as compared to \$1.7 million for 1Q 2015. The rise in profit was mainly attributed to increase in revenue and higher other income due mainly to increased interest income and higher Wage Credit received in 1Q 2016. The improved profitability was also due to a lower write-off of plant and equipment compared to 1Q 2015.

Group profit after tax for 1Q 2016 was \$2.1 million, an increase of 49% as compared to \$1.4 million in 1Q 2015. Overall, the Group recorded a profit attributable to owners of the Company of approximately \$2.0 million as compared to \$1.5 million in 1Q 2015 after deducting the share of profit attributable to non-controlling interests.

8(b) **Material factors that affect the Group's cash flow, working capital, assets and liabilities.**

Cash flow generated from operating activities in 1Q 2016 was \$2.0 million. Net cash used in investing activities of \$1.2 million was mainly for the purchase of plant and equipment due to the opening of new outlets in 1Q 2016. Overall, the cash and cash equivalents of the Group increased by \$0.8 million in 1Q 2016 to \$82.7 million as at 31 March 2016.

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

The current announced results are in line with the prospect statement previously disclosed in the Group's 4Q and full year ended 31 December 2015 results announcement made on 26 February 2016.

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 expects the operating environment in the food and beverage industry to remain challenging with keen competition, a tight labour market and uncertain economic outlook. Increased operating costs will continue to exert pressure on the profit margin. To counter these challenges, the Group will remain focused on driving revenue, managing its operating costs and improving operational efficiencies. In addition, the Group continues to explore opportunities to expand its portfolio of brands in the food and beverage sector.

On the property business, the Group is continuing its efforts in pursuing investment opportunities in the region to develop this new core business.

11 **Dividend**

**(a) Current Financial Period Reported On**

Any dividend declared / recommended for the current financial period reported on? No

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

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

**(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 interim dividend for the first quarter ended 31 March 2016 has been recommended.

- 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 shareholders for Interested Person Transactions (“IPT”).

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

On behalf of the Board, we hereby confirm that, to the best of our knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the interim financial information for the first quarter ended 31 March 2016 to be false or misleading in any material aspects.

On behalf of the Board of Directors

Chua Tiang Choon, Keith  
Executive Chairman

Ang Yee Lim  
Managing Director

Singapore  
12 May 2016

- 15 **Confirmation that the issuer has procured undertakings from all its directors and executive officers pursuant to Rule 720(1) of the SGX Listing Manual.**

The Company confirms that it has procured undertakings from all its Directors and Executive Officers (in the format set out in Appendix 7.7) pursuant to Rule 720(1) of the SGX Listing Manual.

**BY ORDER OF THE BOARD**

Ang Lian Seng  
Executive Director  
12 May 2016