KOH BROTHERS GROUP LIMITED
(Company Registration No. 199400775D)

Unaudited Third Quarter and 9 Months Financial Statement And Dividend Announcement for the Period Ended 30 September 2016

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

1(a) CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

		GROUP					
		3 months ended			9 months ended		
	Notes	30/09/2016 S$'000	30/09/2015 S$'000	Change %	30/09/2016 S$'000	30/09/2015 S$'000	Change %
Sales	1	63,737	93,080	-32%	187,778	315,039	-40%
Cost of sales		(58,547)	(80,430)	-27%	(166,678)	(271,846)	-39%
Gross profit		5,190	12,650	-59%	21,100	43,193	-51%
Other income	2	747	885	-16%	2,309	2,730	-15%
Other (losses)/gains - net	3	(185)	880	N.M.	550	745	-26%
Expenses							
- Distribution		(116)	(1,386)	-92%	76	(3,533)	N.M.
- Administrative		(4,342)	(3,284)	32%	(14,548)	(14,733)	-1%
- Other		(63)	18	N.M.	(162)	(227)	-29%
- Finance		(983)	(1,557)	-37%	(3,091)	(4,409)	-30%
Share of profit/(losses) (net of tax) of:							
- associated companies		12	50	-76%	103	207	-50%
- joint ventures		(17)	(700)	-98%	843	2,996	-72%
Profit before income tax	4	243	7,556	-97%	7,180	26,969	-73%
Income tax expense	5	(138)	(1,021)	-86%	(1,065)	(4,566)	-77%
Profit after income tax		105	6,535	-98%	6,115	22,403	-73%
Other comprehensive (loss)/income, net of tax:							
Exchange differences on translating foreign operations		(163)	(1,400)	-88%	243	(2,272)	N.M.
Fair value loss on available-for-sale financial assets		(487)	(152)	220%	(458)	(111)	313%
Other comprehensive loss, net of tax		(650)	(1,552)	-58%	(215)	(2,383)	-91%
Total comprehensive (loss)/income		(545)	4,983	N.M.	5,900	20,020	-71%
Profit/(loss) attributable to:							
Equity holders of the Company		276	5,000	-94%	6,309	20,310	-69%
Non-controlling interests		(171)	1,535	N.M.	(194)	2,093	N.M.
		105	6,535	-98%	6,115	22,403	-73%
Total comprehensive (loss)/income attributable to:							
Equity holders of the Company		(115)	4,571	N.M.	5,543	19,637	-72%
Non-controlling interests		(430)	412	N.M.	357	383	-7%
		(545)	4,983	N.M.	5,900	20,020	-71%

N.M. - Not meaningful

Notes to the Consolidated Statement of Comprehensive Income

	GROUP			
	3 months ended		9 months ended	
	30/09/2016 S$'000	30/09/2015 S$'000	30/09/2016 S$'000	30/09/2015 S$'000
Note 1				
Sales include the following :				
Sales of products	16,538	29,987	55,106	84,042
Services rendered	1,611	2,583	4,664	7,208
Property development and rental	884	18,577	2,355	110,679
Contract revenue	44,704	41,933	125,653	113,110
	63,737	93,080	187,778	315,039
Note 2				
Other income include the following :				
Rental income	102	106	308	318
Interest income	550	706	1,682	2,094
Other income	95	73	319	318
	747	885	2,309	2,730
Note 3				
Other gains/(losses) comprise the following :				
Gain on disposal of property, plant and equipment	84	76	1,112	150
Gain on disposal of financial assets through profit or loss	-	-	-	233
Fair value (loss)/gain on long-term financial assets and financial liabilities	(65)	(118)	107	(100)
Fair value gain/(loss) on financial assets through profit or loss	5	(450)	(7)	(456)
Net foreign exchange (loss)/gain	(209)	1,372	(662)	918
	(185)	880	550	745
Note 4				
Profit before income tax is stated after (crediting)/charging the following items:				
(Write-back of)/allowance for impairment on trade and non-trade receivables	(515)	428	(1,292)	1,938
Depreciation of property, plant and equipment	1,420	1,709	4,401	5,135
Note 5				
Income tax includes the following :				
Current income tax				
- in respect of current period	791	934	1,646	2,198
- (over)/under provision in respect of prior period	(653)	(293)	(581)	1,084
Deferred income tax				
- in respect of current period	-	380	-	2,248
- over provision in respect of prior period	-	-	-	(964)
	138	1,021	1,065	4,566

The Group's income tax charge for the period ended 30 September 2016 is lower than that determined by applying the Singapore income tax rate of 17% to the Group's profit before income tax mainly due to utilisation of tax incentive and losses of certain subsidiaries being offset against profits of other subsidiaries.

1(b)(i) BALANCE SHEETS

	GROUP		COMPANY	
	30/09/2016	31/12/2015	30/09/2016	31/12/2015
	S$'000	S$'000	S$'000	S$'000
ASSETS				
CURRENT ASSETS				
Cash and bank balances	50,601	64,465	158	930
Financial assets at fair value through profit or loss	42	49	-	-
Trade receivables	87,988	215,205	-	-
Due from customers on construction contracts	30,820	15,879	-	-
Amounts due from subsidiaries	-	-	56,579	60,309
Amounts due from joint ventures	79,774	76,054	-	-
Inventories	9,529	11,404	-	-
Development properties	1,210	1,198	-	-
Available-for-sale financial assets	7,483	7,940	-	-
Other assets	14,686	14,444	16	-
	282,133	406,638	56,753	61,239
NON-CURRENT ASSETS				
Trade receivables	892	-	-	-
Amount due from joint ventures	5,904	3,421	-	-
Investments in associated companies	1,666	1,452	-	-
Investments in joint ventures	64,793	63,950	-	-
Investments in subsidiaries	-	-	106,589	87,018
Investment properties	90,990	90,977	-	-
Property, plant and equipment	105,753	102,173	-	-
Goodwill	5,078	5,078	-	-
	275,076	267,051	106,589	87,018
TOTAL ASSETS	557,209	673,689	163,342	148,257
LIABILITIES				
CURRENT LIABILITIES				
Trade payables	55,446	80,651	-	-
Other liabilities	37,085	53,660	969	2,103
Due to customers on construction contracts	19,627	9,657	-	-
Amounts due to subsidiaries	-	-	25,088	6,877
Amounts due to an associated company	303	1,119	-	-
Amounts due to joint ventures	15,507	15,507	-	-
Current income tax liabilities	3,484	10,837	8	8
Short-term borrowings	33,751	111,707	-	-
	165,203	283,138	26,065	8,988
NON-CURRENT LIABILITIES				
Trade payables	3,836	3,670	-	-
Finance lease	1,990	1,531	-	-
Bank borrowings	59,763	60,569	-	-
Notes payables	50,000	50,000	50,000	50,000
Deferred income tax liabilities	8,198	8,198	-	-
	123,787	123,968	50,000	50,000
TOTAL LIABILITIES	288,990	407,106	76,065	58,988
NET ASSETS	268,219	266,583	87,277	89,269
Capital and reserves attributable to equity holders of the Company				
Share capital	36,981	42,653	36,981	42,653
Treasury shares	(7,578)	(12,919)	(7,578)	(12,919)
Capital and other reserves	461	(441)	-	-
Retained profits	238,907	235,916	57,874	59,535
Currency translation reserve	(8,916)	(8,004)	-	-
	259,855	257,205	87,277	89,269
Non-controlling interests	8,364	9,378	-	-
Total equity	268,219	266,583	87,277	89,269

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

	As at 30/09/2016		As at 31/12/2015	
	Secured	Unsecured	Secured	Unsecured
	S$'000	S$'000	S$'000	S$'000
Amount repayable in one year or less, or on demand	5,976	27,775	96,963	14,744
Amount repayable after one year	61,753	50,000	62,100	50,000

Details of any collateral

The Group's secured borrowings are secured by the Group's properties, plant and machinery, motor vehicles and fixed deposits.

1(c) CONSOLIDATED CASH FLOW STATEMENT

	9 months ended	
	30/09/2016 S$'000	30/09/2015 S$'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Total profit	6,115	22,403
Adjustments for non-cash items :		
Income tax	1,065	4,566
Depreciation of property, plant and equipment	4,401	5,135
Property, plant and equipment written off	-	52
Gain on disposal of property, plant and equipment	(1,112)	(150)
Gain on disposal of financial assets at fair value through profit or loss	-	(233)
Fair value gain/(loss) on long-term financial asset and financial liabilities	(107)	100
Fair value loss on financial assets at fair value through profit or loss	7	456
Share of profit from associated companies	(103)	(207)
Share of profit from joint ventures	(843)	(2,996)
Interest expense	3,091	4,409
Interest income	(1,682)	(2,094)
Unrealised foreign exchange loss/(gain)	642	(709)
Operating profit before working capital changes	11,474	30,732
Working capital changes :		
- Receivables	131,384	5,196
- Inventories	1,875	2,317
- Due from/ to customers on construction contracts	(2,545)	(21,558)
- Development properties	(12)	(21,877)
- Payables	(41,449)	(2,749)
- Due to associated companies	(816)	89
- Due from/ to joint ventures	(11,107)	(8,888)
Cash generated from/(used in) operations	88,804	(16,738)
Income tax paid	(8,438)	(3,513)
Interest paid	(3,893)	(5,963)
Net cash provided by/(used in) operating activities	76,473	(26,214)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(8,244)	(19,760)
Purchase of financial assets at fair value through profit or loss	-	(2,990)
Proceeds from disposal of property, plant and equipment	1,731	253
Proceeds from disposal of financial assets at fair value through profit or loss	-	3,948
Additions to investment properties	(13)	(1,041)
Interest received	1,682	2,093
Net cash used in investing activities	(4,844)	(17,497)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from bank borrowings	22,764	82,145
Repayment of finance lease	(2,685)	(3,342)
Repayment of bank borrowings	(101,077)	(71,626)
Deposit pledge	186	755
Purchase of treasury shares	(331)	(2,525)
Dividends paid to equity holders of the Company	(3,318)	(3,327)
Dividends paid to non-controlling interests	(399)	-
Net cash (used in)/provided by financing activities	(84,860)	2,080

1(c) CONSOLIDATED CASH FLOW STATEMENT (CONTINUED)

	9 months ended	
	30/09/2016 S$'000	30/09/2015 S$'000
NET CHANGE IN CASH AND CASH EQUIVALENTS	(13,231)	(41,631)
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	62,766	73,699
EFFECTS OF CURRENCY TRANSLATION ON CASH AND CASH EQUIVALENTS	(447)	(10)
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	49,088	32,058
Represented by :		
CASH AND CASH EQUIVALENTS		
Cash and bank balances	50,601	34,720
Restricted cash	(1,513)	(2,662)
	49,088	32,058

1(d)(i) STATEMENT OF CHANGES IN EQUITY FOR THE GROUP AND THE COMPANY

	Attributable to equity holders of the Group							
GROUP (S$'000)	Share Capital	Treasury Shares	Capital and Other Reserves	Retained Profits	Currency Translation Reserve	TOTAL	NON-CONTROLLING INTEREST	TOTAL EQUITY
Balance as at 01/01/2016	42,653	(12,919)	(441)	235,916	(8,004)	257,205	9,378	266,583
Profit/(loss) for the financial period	-	-	-	6,309	-	6,309	(194)	6,115
Other comprehensive (loss) income for the period	-	-	(313)	-	(453)	(766)	551	(215)
Cancellation of shares held in treasury shares	(5,672)	5,672	-	-	-	-	-	-
Warrants expired	-	-	1,785	-	-	1,785	(1,785)	-
Change in ownership interests in subsidiaries	-	-	(570)	-	(459)	(1,029)	666	(363)
Purchase of treasury shares	-	(331)	-	-	-	(331)	-	(331)
Dividend paid	-	-	-	(3,318)	-	(3,318)	(252)	(3,570)
Balance as at 30/09/2016	36,981	(7,578)	461	238,907	(8,916)	259,855	8,364	268,219
Balance as at 01/01/2015	45,320	(13,061)	(406)	211,365	(7,529)	235,689	9,246	244,935
Profit for the financial period	-	-	-	20,310	-	20,310	2,093	22,403
Other comprehensive loss for the period	-	-	(111)	-	(562)	(673)	(1,710)	(2,383)
Cancellation of shares held in treasury shares	(2,667)	2,667	-	-	-	-	-	-
Purchase of treasury shares	-	(2,525)	-	-	-	(2,525)	-	(2,525)
Dividend paid	-	-	-	(3,327)	-	(3,327)	-	(3,327)
Balance as at 30/09/2015	42,653	(12,919)	(517)	228,348	(8,091)	249,474	9,629	259,103

	Attributable to equity holders of the Company			
COMPANY (S$'000)	Share Capital	Treasury Shares	Retained Profits	TOTAL
Balance as at 01/01/2016	42,653	(12,919)	59,535	89,269
Total comprehensive income for the period	-	-	1,657	1,657
Purchase of treasury shares	-	(331)	-	(331)
Cancellation of shares held in treasury shares	(5,672)	5,672	-	-
Dividend paid	-	-	(3,318)	(3,318)
Balance as at 30/09/2016	36,981	(7,578)	57,874	87,277
Balance as at 01/01/2015	45,320	(13,061)	57,780	90,039
Total comprehensive income for the period	-	-	4,525	4,525
Cancellation of shares held in treasury shares	(2,667)	2,667	-	-
Purchase of treasury shares	-	(2,525)	-	(2,525)
Dividend paid	-	-	(3,327)	(3,327)
Balance as at 30/09/2015	42,653	(12,919)	58,978	88,712

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 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.**

	No. of shares	
	30/09/2016	31/12/2015
Total number of issued shares	456,475,400	466,475,400
Less: Cancellation of shares held in treasury	(18,475,400)	(10,000,000)
End of financial period	438,000,000	456,475,400

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.**

	No. of shares	
	30/09/2016	31/12/2015
Total number of issued shares excluding treasury shares	413,814,900	414,980,000

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

	No. of shares
	9 months ended 30/9/2016
Beginning of financial period	41,495,400
Purchase of treasury shares	1,165,100
Cancellation of shares held in treasury	(18,475,400)
End of financial period	24,185,100

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.

3 **Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of 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 reporting period compared with the audited financial statements as at 31 December 2015 except for the adoption of new or revised Financial Reporting Standards ("FRS") and Interpretations to FRS ("INT FRS") that are mandatory for financial years beginning on or after 1 January 2016. The adoption of these new or revised FRS and INT FRS has no significant impact on the Group's consolidated financial statements.

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 paragraph 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 after deducting any provision for preference dividends:	GROUP			
	3 months ended		9 months ended	
	30/09/2016 (cent)	30/09/2015 (cents)	30/09/2016 (cents)	30/09/2015 (cents)
(i) Basic	0.07	1.20	1.52	4.87
(ii) On a fully diluted basis	0.07	1.20	1.52	4.87

Note:

Basic earnings per share is calculated by dividing the net profit attributable to equity holders of the Company over the weighted average number of ordinary shares in issue during the current financial period of 414,709,517 ordinary shares (30 September 2015: 417,356,849 ordinary shares).

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 as at the end of the (a) current financial period reported on and (b) immediately preceding financial year.**

	GROUP		COMPANY	
	30/09/2016 (cents)	31/12/2015 (cents)	30/09/2016 (cents)	31/12/2015 (cents)
Net asset value backing per ordinary share based on existing issued share capital (excluding treasury shares) as at the end of the period reported on	62.80	61.98	21.09	21.51

Note:

The net asset value per share is calculated based on the issued share capital excluding treasury shares of 413,814,900 ordinary shares as at 30 September 2016 (31 December 2015: 414,980,000 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, including (where applicable) seasonal or cyclical factors. It must also discuss any material factors that affected the cash flows, working capital, assets or liabilities of the Group during the current financial period reported on.**

Review of Group performance

For the 3-month period ended 30 September 2016 ("3Q 2016"), the Group's sales amounted to S$63.74 million, a decrease of 32% from the corresponding period a year ago ("3Q 2015"). The decrease was primarily due to an absence of a significant revenue recognition by the Real Estate division in 3Q 2016. In addition, Building Material division recorded lower sales due to softer demand and selling price. The Group's gross profit decreased by 59% to S$5.19 million as compared to 3Q 2015 mainly due to absence of property development profit in 3Q 2016 and lower gross margin from the Construction and Building Material division.

Other income decreased by 16% to S$0.75 million in 3Q 2016 mainly due to decrease in interest income. Other losses of S$0.19 million in 3Q 2016 were mainly due to foreign exchange loss. Distribution expenses decreased by 92% from S$1.39 million in 3Q 2015 to S$0.12 million in 3Q 2016 was mainly due to a write-back allowance made for impairment on trade receivables. Administrative expenses increased by 32% to S$4.34 million mainly due to higher staff costs. Finance expenses decreased by 37% to S$0.98 million in 3Q 2016 mainly due to repayment of bank borrowings. Depreciation expenses decreased from S$1.71 million in 3Q 2015 to S$1.42 million in 3Q 2016 mainly due to certain assets being fully depreciated.

Share of losses of joint venture companies decreased by 98% from S$0.7 million in 3Q 2015 to S$0.02 million in 3Q 2016 and such losses were mitigated by share of higher profits recognised from certain joint ventures.

The Group's profit before income tax decreased from $7.56 million in 3Q 2015 to S$0.24 million in 3Q 2016. The Group's net profit attributable to shareholders decreased from S$5.0 million in 3Q 2015 to S$0.28 million in 3Q 2016.

The Group's sales for the nine months ended 30 September 2016 ("9M 2016") decreased by 40% to S$187.78 million, compared to S$315.04 million for the corresponding period ended 30 September 2015 ("9M 2015"). The decrease primarily due to an absence of a significant revenue recognition by the Real Estate division in 9M 2016. The Group's gross profit decreased by 51% from S$43.19 million in 9M 2015 to S$21.10 million in 9M 2016 mainly due to lower profits recognised from property development.

Other income decreased by 15% to S$2.31 million in 9M 2016 mainly due to decrease in interest income. Other gains of S$0.55 million in 9M 2016 were mainly due to gain on disposal of property, plant and equipment offset by foreign exchange loss. There was a credit in distribution expenses of S$0.08 million in 9M 2016 because of a write-back of allowance made for impairment on trade receivables. Finance expenses decreased by 30% from S$4.41 million in 9M 2015 to S$3.09 million in 9M 2016 mainly due to repayment of bank borrowings. Depreciation expenses decreased from S$5.14 million in 9M 2015 to S$4.40 million in 9M 2016 mainly due to certain assets being fully depreciated.

Share of results of joint venture companies decreased by 72% to S$0.84 million in 9M 2016. This was mainly due to higher fair value gain on an investment property after the completion of its asset enhancement a year ago.

The Group's profit before income tax decreased from S$26.97 million in 9M 2015 to S$7.18 million in 9M 2016. The Group's net profit attributable to shareholders decreased by S$14.0 million or 69% from S$20.31 million in 9M 2015 to S$6.31 million in 9M 2016.

Earnings per share decreased to 1.52 cents for 9M 2016 compared to 4.87 cents in 9M 2015.

Review of changes in working capital, assets and liabilities

The movements in assets and liabilities are as follows:

1) **Decrease in cash and bank balances was mainly due to repayment of bank borrowings, purchase of property, plant and equipment and payment of dividend to shareholders.**
2) **Decrease in trade receivables was mainly due to collection from buyers for a residential project.**
3) **Increase in amount due from customers on construction contracts was mainly due to construcion work-in-progress in excess of progress billings.**
4) **Non-current assets increased by S$8.03 million mainly due to purchase of property, plant and equipment and increase in trade debts between the joint ventures and the Group.**
5) **Current liabilities decreased by S$117.94 million due to reduction in short-term borrowings of S$77.96 million, decrease in trade payables of S$25.21 million and other liabilities of S$16.57 million.**
6) **Non-current liabilities decreased marginally by S$0.18 million.**

Review of changes in cashflow

The Group reported a net decrease in cash and cash equivalents mainly due to the usage of funds to purchase property, plant and equipments and repayment of bank borrowings.

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 general prospect commentary previously disclosed in the results announcement for the financial period ended 30 June 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.

Based on advance estimates by the Ministry of Trade and Industry, growth in the construction sector slowed marginally to 2.5% on a year-on-year basis in the third quarter 2016, compared to a growth of 2.6% in the previous quarter. On a quarter-on-quarter basis, the construction sector expanded at an annualised rate of 0.5%, moderating from 1.1% in the preceding quarter. The slowdown was due to a sharper decline in private sector construction activities. Although the construction sector remains challenging on the back of a competitive environment and higher labour costs, we are cautiously optimistic of the industry as we expect civil engineering construction demand to remain strong.

According to the latest flash estimates from the Urban Redevelopment Authority, prices of private residential properties decreased by 1.5% in 3Q 2016 as compared to the 0.4% decline in the previous quarter. With the various property cooling measures still in place, we expect prices in the residential property market to further moderate.

11 Dividend

(a) Current Financial Period Reported On:

(i) Any dividend declared for the current financial period reported on? Yes

Name of Dividend	**Interim dividend**
Dividend Type	**Dividend in Specie of shares in Koh Brothers Eco Engineering Limited("KB Eco")**
In Specie Distribution Value per Share	**0.46 cent per ordinary share**
Tax rate	**Tax exempt (one-tier)**

The Company had on 12 October 2016 distributed in total 41,381,483 KB Eco shares to the entitled shareholders of the Company.

(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.

Not applicable

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.

Name of Interested Person	Aggregate value of all interested person transactions during the financial period under review (excluding transactions less than S$100,000 and transactions conducted under Shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under Shareholders' mandate pursuant to Rule 920 (excluding transactions less than S$ 100,000)
	$'000	$'000
Koh Keng Siang	129	-
Koh Tiak Boon	220	-

The Company has not obtained a general mandate from shareholders for Interested Person Transactions.

14 CONFIRMATION PURSUANT TO RULE 720(1) OF THE 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 under Rule 720(1) of the Listing Manual.

15 CONFIRMATION BY THE BOARD PURSUANT TO RULE 705(5) OF THE LISTING MANUAL

On behalf of the Board of Directors of the Company, we, the undersigned, hereby confirm to the best of our knowledge that nothing has come to the attention of the Board of Directors of the Company which may render the financial results for the third quarter and nine months ended 30 September 2016 to be false or misleading in any material aspect.

ON BEHALF OF THE BOARD

Koh Keng Siang
Managing Director & Group CEO

Koh Keng Hiong
Executive Director

8 November 2016
Singapore