

**UNAUDITED SECOND QUARTER AND HALF YEAR FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD
ENDED 30 JUNE 2014**
**PART 1 – 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 comprehensive statement for the corresponding period of the immediately preceding financial year.

CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Group					
	2Q2014	2Q2013	Change	1H2014	1H2013	Change
	\$'000	\$'000	%	\$'000	\$'000	%
Revenue	82,827	70,198	18.0	174,226	160,625	8.5
Cost of sales	(76,425)	(65,623)	16.5	(161,460)	(149,683)	7.9
Gross profit	6,402	4,575	39.9	12,766	10,942	16.7
Other item of income						
Other operating income	470	463	1.5	864	1,041	(17.0)
Other items of expense						
Marketing and distribution expenses	(62)	(170)	(63.5)	(158)	(222)	(28.8)
Administrative expenses	(3,573)	(2,944)	21.4	(6,974)	(5,445)	28.1
Finance costs	(63)	(30)	110.0	(130)	(60)	116.7
Other operating expenses	(792)	(83)	854.2	(1,345)	(829)	62.2
Share of results of associates	376	219	71.7	941	401	134.7
Profit before tax	2,758	2,030	35.9	5,964	5,828	2.3
Income tax expense	(131)	(78)	67.9	(348)	(305)	14.1
Profit for the period, representing total comprehensive income for the period	2,627	1,952	34.6	5,616	5,523	1.7
Other comprehensive income: Items that may be reclassified subsequently to profit or loss						
Foreign currency translation	31	–	n.m.	35	–	n.m.
Total comprehensive income for the period	2,658	1,952	36.2	5,651	5,523	2.3
Profit for the period attributable to:						
Owners of the Company	2,506	1,833	36.7	5,391	5,300	1.7
Non-controlling interests	121	119	1.7	225	223	0.9
	2,627	1,952	34.6	5,616	5,523	1.7
Total comprehensive income for the period attributable to:						
Owners of the Company	2,537	1,833	38.4	5,426	5,300	2.4
Non-controlling interests	121	119	1.7	225	223	0.9
	2,658	1,952	36.2	5,651	5,523	2.3

n.m.: Not meaningful

1(a)(ii) Notes to consolidated statements of profit or loss and other comprehensive income

The Group's profit before tax was arrived at after charging/(crediting) the following:

	Group					
	2Q2014	2Q2013	Change	1H2014	1H2013	Change
	\$'000	\$'000	%	\$'000	\$'000	%
Depreciation of property, plant and equipment	149	92	62.0	304	180	68.9
Inventories recognised as an expense in cost of sales	76,132	65,261	16.7	160,877	148,924	8.0
Operating lease expense	874	653	33.8	1,675	1,312	27.7
Interest expense on loans and borrowings	354	391	(9.5)	712	818	(13.0)
Allowance for doubtful trade receivables	792	83	854.2	1,345	829	62.2
Rental income from leasehold property	(162)	(127)	27.6	(268)	(226)	18.6
Interest income	(152)	(83)	83.1	(218)	(187)	16.6
Net fair value loss/(gain) on loan from an unrelated party	20	(492)	104.1	124	(533)	(123.3)
(Increase)/decrease in fair value of inventories less point-of-sale costs	(90)	1,552	(105.8)	(416)	1,646	(125.3)

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	
	30.06.2014	31.12.2013	30.06.2014	31.12.2013
	\$'000	\$'000	\$'000	\$'000
<u>Non-current assets</u>				
Property, plant and equipment	4,849	4,967	30	40
Investment in subsidiaries	–	–	30,904	27,804
Investment in associates	7,974	7,442	1,874	1,874
Other investments	701	701	701	701
	13,524	13,110	33,509	30,419
<u>Current assets</u>				
Inventories	47,844	43,300	–	–
Trade and other receivables	136,073	136,211	55,086	55,605
Prepaid operating expenses	433	918	67	77
Income tax receivable	–	–	–	9
Cash and bank balances	43,644	46,520	37,758	37,817
	227,994	226,949	92,911	93,508
Total assets	241,518	240,059	126,420	123,927
<u>Current liabilities</u>				
Trade and other payables	10,499	10,873	258	305
Other liabilities	1,116	1,518	133	621
Interest-bearing loans and borrowings	76,412	74,985	–	–
Income tax payable	1,518	1,351	57	–
	89,545	88,727	448	926
Net current assets	138,449	138,222	92,463	92,582
<u>Non-current liabilities</u>				
Provisions	224	224	–	–
Deferred tax liabilities	377	385	7	7
	601	609	7	7
Total liabilities	90,146	89,336	455	933
Net assets	151,372	150,723	125,965	122,994
<u>Equity attributable to owners of the Company</u>				
Share capital	78,313	78,313	78,313	78,313
Retained earnings	74,720	74,024	47,652	44,681
Other reserves	(5,722)	(5,757)	–	–
	147,311	146,580	125,965	122,994
Non-controlling interests	4,061	4,143	–	–
Total equity	151,372	150,723	125,965	122,994

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

Amount repayable in one year or less, or on demand

	As at 30 June 14		As at 31 December 13	
	Secured \$'000	Unsecured \$'000	Secured \$'000	Unsecured \$'000
Included in trade and other payables	-	3,702	-	5,802
Included in interest-bearing loans and borrowings	74,769	1,643	73,466	1,519
Total	74,769	5,345	73,466	7,321

Amount repayable by the Group after one year

	As at 30 June 14 Unaudited		As at 31 December 13 Audited	
	Secured	Secured	Secured	Unsecured
	\$'000	\$'000	\$'000	\$'000
Included in interest-bearing loans and borrowings	-	-	-	-

Details of collateral:

- A fixed and floating charge on all assets of certain subsidiaries, legal mortgages over two properties and personal guarantees by certain directors of the Company and its subsidiaries.

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

CONSOLIDATED STATEMENTS OF CASH FLOWS	2Q2014 \$'000	2Q2013 \$'000	1H2014 \$'000	1H2013 \$'000
Operating activities				
Profit before tax	2,758	2,030	5,964	5,828
Adjustments for:				
Depreciation of property, plant and equipment	149	92	304	180
Allowance for doubtful trade receivables	792	83	1,345	829
Interest income	(152)	(83)	(218)	(187)
Finance costs	354	391	712	818
(Increase)/decrease in fair value of inventories less point-of-sale costs	(90)	1,552	(416)	1,646
Net fair value loss/(gain) on financial liability at fair value through profit or loss	20	(492)	124	(533)
Dividend income from unquoted investments	(80)	–	(80)	–
Share of results of associates	(376)	(219)	(941)	(401)
Unrealised exchange loss	–	49	–	–
Operating cash flows before changes in working capital	3,375	3,403	6,794	8,180
<u>Changes in working capital</u>				
(Increase)/decrease in inventories	(2,933)	2,905	(4,128)	6,344
(Increase)/decrease in trade and other receivables	(2,843)	(3,903)	(1,203)	13,243
Decrease/(increase) in prepaid operating expenses	165	(421)	485	(165)
Increase/(decrease) in trade and other payables	1,435	(1,798)	(374)	(14,780)
Increase/(decrease) in other liabilities	288	651	(402)	(490)
Cash flows (used in)/generated from operations	(513)	837	1,172	12,332
Interest received	152	83	218	187
Finance costs paid	(354)	(391)	(712)	(818)
Income taxes paid	(577)	(1,700)	(190)	(2,064)
Net cash flows (used in)/generated from operating activities	(1,292)	(1,171)	488	9,637
Investing activities				
Purchase of property, plant and equipment	(37)	(47)	(186)	(76)
Acquisition of non-controlling interests in subsidiaries	–	(80)	–	(80)
Dividend income from associates	442	545	442	545
Dividend income from unquoted investments	80	–	80	–
Net cash flows from investing activities	485	418	336	389
Financing activities				
Proceeds from short-term bank borrowings	5,100	–	5,100	–
Repayment of short-term bank borrowings	(1,450)	–	(4,450)	(1,670)
Repayment of loans from related parties	–	(143)	–	(143)
Repayment of obligations under finance leases	(1)	(1)	(2)	(2)
Dividends paid to non-controlling interests	(307)	(298)	(307)	(303)
Dividends paid on ordinary shares	(4,695)	–	(4,695)	–
Net cash flows used in financing activities	(1,353)	(442)	(4,354)	(2,118)
Net (decrease)/increase in cash and cash equivalents	(2,160)	(1,195)	(3,530)	7,908
Cash and cash equivalents at beginning of period	44,144	672	45,514	(8,431)
Cash and cash equivalents at end of period	41,984	(523)	41,984	(523)

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 capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period for the immediately preceding financial year.

STATEMENTS OF CHANGES IN EQUITY

	Attributable to owners of the Company					Total	Non-controlling interests	Total equity
	Share capital	Capital reserve	Merger reserve	Foreign currency translation reserve	Retained earnings			
Group	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
At 1 January 2014	78,313	1,984	(7,599)	(142)	74,024	146,580	4,143	150,723
Profit for the period	–	–	–	–	5,391	5,391	225	5,616
Foreign currency translation	–	–	–	35	–	35	–	35
Total comprehensive income for the period	–	–	–	35	5,391	5,426	225	5,651
<u>Contributions by and distributions to owners</u>								
Dividends paid on ordinary shares	–	–	–	–	(4,695)	(4,695)	–	(4,695)
Dividends paid to non-controlling interests	–	–	–	–	–	–	(307)	(307)
Total contributions by and distributions to owners	–	–	–	–	(4,695)	(4,695)	(307)	(5,002)
At 30 June 2014	78,313	1,984	(7,599)	(107)	74,720	147,311	4,061	151,372

	Attributable to owners of the Company							Non-controlling interests	Total equity
	Share capital	Capital reserve	Merger reserve	Foreign currency translation reserve	Retained earnings	Total			
Group	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	
At 1 January 2013	5,742	1,843	–	–	64,667	72,252	1,807	74,059	
Profit for the period, representing total comprehensive income for the period	–	–	–	–	5,300	5,300	223	5,523	
<u>Contributions by and distributions to owners</u>									
Dividends paid to non-controlling interests	–	–	–	–	–	–	(304)	(304)	
Adjustment pursuant to the Restructuring Exercise	–	–	(7,599)	–	–	(7,599)	–	(7,599)	
Total contributions by and distributions to owners	–	–	(7,599)	–	–	(7,599)	(304)	(7,903)	
<u>Changes in ownership interests in subsidiaries</u>									
Acquisition of non-controlling interests without a change in control	–	(25)	–	–	–	(25)	(55)	(80)	
Total changes in ownership interests in subsidiaries	–	(25)	–	–	–	(25)	(55)	(80)	
At 30 June 2013	5,742	1,818	(7,599)	–	69,967	69,928	1,671	71,599	

Company	Attributable to owners of the Company		
	Share capital \$'000	Retained earnings \$'000	Total equity \$'000
At 1 January 2014	78,313	44,681	122,994
Profit for the period, representing total comprehensive income for the period	–	7,666	7,666
Dividends paid to ordinary shares	–	(4,695)	(4,695)
At 30 June 2014	78,313	47,652	125,965
At 1 January 2013	5,742	34,342	40,084
Profit for the period, representing total comprehensive income for the period	–	11,649	11,649
At 30 June 2013	5,742	45,991	51,773

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercises 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 issued shares excluding 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 changes in the Company's share capital since the end of the previous period reported on.

1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of current financial period and as at the end of the immediately preceding year.

	30.06.2014	30.06.2013
Total number of issued shares (excluding treasury shares)	533,497,960	5,742,085

1(d)(iv) A statement showing all sales, transfers, disposals, cancellation and/or use of treasury share 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 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 ended as those of the audited financial statements for the financial year ended 31 December 2013, as well as applicable new and revised Financial Reporting Standards ("FRSs") which became effective for financial years beginning on or after 1 January 2014. The adoption of these new and revised FRSs has no material effect on the financial statements for the current financial period.

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:—

(a) Based on the weighted average number of ordinary shares on issue; and

(b) On a fully diluted basis (detailing any adjustments made to the earnings).

	Group			
	2Q2014	2Q2013	1H2014	1H2013
	Cents	Cents	Cents	Cents
i) Basic earnings per share	0.47	0.49	1.01	1.42
ii) Diluted earnings per share	0.47	0.49	1.01	1.42
- Weighted average number of shares ('000)	533,498	373,236 ⁽¹⁾	533,498	373,236 ⁽¹⁾

⁽¹⁾ The weighted average number of shares was computed on the basis that the sub-division of each share in the existing issued share capital of the Company into 65 shares has occurred as at 1 January 2013. The number of shares does not include shares issued in consideration of the acquisition of interests pursuant to the Restructuring Exercise which was completed in August 2013.

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.

	Group		Company	
	30.06.2014	31.12.2013	30.06.2014	31.12.2013
Net asset value per ordinary share (cents)	27.61	27.48	23.61	23.05
Number of ordinary shares in issue ('000)	533,498	533,498	533,498	533,498

The number of ordinary shares was based on the number of outstanding shares as at 30 June 2014 and 31 December 2013 respectively.

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:—

(a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and

(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

Review of the Group's Performance

2Q2014 vs 2Q2013

Revenue

The Group's revenue increased from \$70.2 million in 2Q2013 to \$82.8 million in 2Q2014. Retail and trading of pre-owned jewellery and gold business accounted for the increase of \$12.6 million while revenue from pawnbroking remained stable.

Cost of sales

The Group's cost of sales increased from \$65.6 million in 2Q2013 to \$76.4 million in 2Q2014. Interest costs declined by \$0.1 million while cost of goods sold for the retail and trading of pre-owned jewellery and gold business increased by \$10.9 million, in line with the increase in revenue in this segment.

Gross profit

Overall gross profit increased by \$1.8 million in 2Q2014 compared with the same period in FY2013. Gross profit margin improved from 6.5% in 2Q2013 to 7.7% in 2Q2014.

Other operating income

Other operating income was stable at \$0.5 million in both periods.

Administrative expenses

Administrative expenses comprise mainly employee benefits expense, rental expenses, depreciation expenses, legal and professional fees and insurance premiums. The increase in administrative expenses from \$2.9 million in 2Q2013 to \$3.6 million in 2Q2014 was mainly due to the increase in employee benefits expense of \$0.2 million, rental expenses of \$0.2 million and depreciation expense of \$0.1 million. The increase in employee benefits expense was due to the increase in headcount and salary adjustments. Rental expenses increased mainly due to the inclusion of the new outlets with leases commencing in the second half of FY2013 and during the first half of FY2014, as well as revision in rental rates upon renewal of leases.

Other operating expense

Other operating expense comprises allowance for doubtful trade receivables of \$0.8 million in 2Q2014 and \$0.1 million in 2Q2013.

Share of results of associates

The Group's share of results of associates increased from \$0.2 million in 2Q2013 to \$0.4 million in 2Q2014 mainly as a result of the inclusion of the results of the Malaysian associated companies which came into the Group in August 2013.

Profit before tax

As a result of the above, profit before tax increased by \$0.7 million to \$2.8 million in 2Q2014.

Income tax expense

Income tax expense increased by \$0.1 million in 2Q2014, which is in line with the increase in profit.

1H2014 vs 1H2013

Revenue

The Group's revenue increased from \$160.6 million in 1H2013 to \$174.2 million in 1H2014. Retail and trading of pre-owned jewellery and gold business accounted for the increase of \$13.6 million while revenue from pawnbroking remained relatively stable.

Cost of sales

The Group's cost of sales increased from \$149.7 million in 1H2013 to \$161.5 million in 1H2014. Interest cost declined by \$0.2 million while cost of goods sold for the retail and trading of pre-owned jewellery and gold business increased by \$12.0 million, in line with the increase in revenue in this segment.

Gross profit

Overall gross profit increased by \$1.8 million in 1H2014 compared with the same period in FY2013. Gross profit margin improved from 6.8% in 1H2013 to 7.3% in 1H2014.

Other operating income

Other operating income was \$0.2 million lower in 1H2014 compared to the same period last year. This was mainly due to the one-off assignment fee of \$0.3 million received in 1H2013 which was partially offset by \$0.1 million in government grant received in 1H2014.

Share of results of associates

The Group's share of results of associates increased from \$0.4 million in 1H2013 to \$0.9 million in 1H2014 mainly as a result of the inclusion of the results of the Malaysian associated companies, which came into the Group in August 2013.

Profit before tax

As a result of the above, profit before tax increased by \$0.1 million to \$6.0 million in 1H2014.

Income tax expense

Income tax expense in 1H2014 remained stable compared with 1H2013.

Review of the Group's Financial Position

Non-current assets increased by \$0.4 million from \$13.1 million as at 31 December 2013 to \$13.5 million as at 30 June 2014 mainly due to the share of results of associates for 1H2014.

Current assets increased by \$1.1 million from \$226.9 million as at 31 December 2013 to \$228.0 million as at 30 June 2014. This was mainly due to the increase in inventories of \$4.6 million. This was partially offset by decreases in trade and other receivables of \$0.1 million, prepaid operating expenses of \$0.5 million and cash and cash equivalents of \$2.9 million. The decrease in cash and cash equivalents was mainly a result of the investments in Malaysian associated companies in 1H2014.

Current liabilities increased by \$0.8 million from \$88.7 million as at 31 December 2013 to \$89.5 million as at 30 June 2014 as a result of increases in interest-bearing loans and borrowings of \$1.4 million and income tax payable of \$0.2 million. This was partially offset by decreases in trade and other payables of \$0.4 million and other liabilities of \$0.4 million.

Equity comprises share capital, retained earnings, capital reserve, merger reserve and non-controlling interests. Equity attributable to owners of the Company increased from \$146.6 million as at 31 December 2013 to \$147.3 million as at 30 June 2014 mainly due to the increase in retained earnings.

Review of the Group's Cash Flows

2Q2014 vs 2Q2013

In 2Q2014, the net cash used in operating activities was \$1.3 million. This comprises operating cash flows before working capital adjustments of \$3.4 million, adjusted by net working capital outflow of \$3.9 million. In 2Q2014, the Group received interest income of \$0.2 million, with net income tax paid of \$0.6 million and interest expense paid of \$0.4 million respectively. The net working capital outflow was a result of the increase in inventories of \$2.9 million and the increases in trade and other receivables of \$2.8 million. These were partially offset by the increases in trade and other payables of \$1.4 million and other liabilities of \$0.3 million, and the decrease in prepaid operating expenses of \$0.1 million.

In 2Q2014, the net cash generated from investing activities amounted to \$0.5 million comprising dividend income from associated and investee companies.

The net cash used in financing activities in 2Q2014 amounted to \$1.4 million comprising the payment of dividends of \$5.0 million and repayment of short-term bank borrowings and finance lease obligations \$1.5 million. This was partially offset by the proceeds from short-term bank borrowing of \$5.1 million.

1H2014 vs 1H2013

In 1H2014, the net cash generated from operating activities was \$0.5 million. This comprises operating cash flows before working capital adjustments of \$6.8 million, adjusted by net working capital outflow of \$5.6 million. In 1H2014, the Group received interest income of \$0.2 million, with net income tax paid of \$0.2 million and interest expense paid of \$0.7 million respectively. The net working capital outflow was a result of the increases in inventories of \$4.1 million and trade and other receivables of \$1.2 million, and the decreases in trade and other payables and other liabilities of \$0.4 million each. These were partially offset by the decrease in prepaid operating expenses of \$0.5 million.

In 1H2014, the net cash generated from investing activities amounted to \$0.3 million, comprising dividend income from associated and investee companies of \$0.5 million, partially offset by the purchase of property, plant and equipment of \$0.2 million.

The net cash used in financing activities in 1H2014 amounted to \$4.4 million, which was used in the payment of dividends of \$5.0 million and repayment of short-term bank borrowings and finance lease obligations of \$4.5 million. This was partially offset by the proceeds from short-term bank borrowings of \$5.1 million.

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 first half of FY2014 has seen moderate gold price fluctuations. The pawnbroking business is facing an increased competitive environment which is expected to continue in the foreseeable future.

The Group expanded its network of outlets in Singapore with three new outlets commencing operations in the last two months. In addition, the Group completed the acquisition of Tai Eng Pawnbroker Pte Ltd, a traditional pawnshop, in July this year. This brings the total number of outlets in Singapore to 22.

In Malaysia, the outlet at Taman Universiti, Johor commenced pawnshop operations in June this year. In addition, two other outlets are currently under renovation.

The Group will continue to seek out opportunities to expand through acquisitions and setting up of new outlets in both Singapore and overseas.

11. Dividend

i. Current Financial Period Reported on Any dividend declared for the current period?

No.

ii. Corresponding Period of the Immediately Preceding Financial Year Any dividend declared for the corresponding period of the immediately preceding financial year?

No.

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

No dividend has been declared for the three-month period ended 30 June 2014.

13. The Group does not have a general mandate from shareholders for interested person transactions pursuant to Rule 920(1)(a)(ii). However, the following interested person transactions were included in the Prospectus, and as such, the transactions are deemed to be under a general mandate pursuant to Rule 920(2) until the next annual general meeting.

Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to [Rule 920](#))

	YTD-30 Jun 14 \$'000	YTD-30 Jun 13 \$'000
Sales of goods to director-related companies		
- Golden Goldsmith Jewellers	—	208
- Hwa Goldsmith and Jewellers	947	606
- Lee Heng Jewellers	157	137
- Mei Zhi Jewellery	103	29
- Lucky Jewellery	225	67
Purchase of goods from director-related companies		
- Golden Goldsmith Jewellers	—	592
- Lee Heng Jewellers	148	133
Rental paid to director-related company		
- Yeah Properties Pte Ltd	156	146

The Group has not obtained a general mandate from shareholders for interested person transactions.

14. Use of proceeds

In accordance with the section entitled “Use of Proceeds and Listing Expenses” and as at the date of this announcement, the Company wishes to announce that the net proceeds of approximately \$66.3 million have been utilised as follows:

Use of Proceeds	Amount allocated (as stated in the Prospectus) (\$'million)	Amount utilised as at the date of this announcement (\$'million)	Balance of net proceeds as at the date of this announcement (\$'million)
Expansion of our business ⁽¹⁾	40.0	9.7	30.3
Working capital purposes ⁽²⁾	26.7	26.7	–
	66.7	36.4	30.3

⁽¹⁾ Of the net proceeds allocated for expansion of business:

- (a) \$3.1 million was utilised to increase the share capital of two wholly-owned subsidiaries.
- (b) \$2.1 million was used for the Group’s share of investment in three Malaysian associated companies which were incorporated in November 2013.
- (c) \$4.5 million was utilised for the acquisition of Tai Eng Pawnbroker Pte Ltd.

⁽²⁾ Net proceeds allocated for working capital purposes have been used to reduce the utilisation of bank overdrafts and revolving credit facilities.

The Company will make further periodic announcements on the use of the balance net proceeds from the Invitation as and when the funds are materially disbursed.

15. Negative confirmation pursuant to Rule 705(5)

The board of Directors of the Company (the “Board”) confirms that, to the best of our knowledge, nothing has come to the attention of the Board which may render the unaudited interim financial statements for the period ended 30 June 2014 to be false or misleading in any material respects.

For and on behalf of the Board

Yeah Hiang Nam
 Managing Director

Yeah Lee Ching
 Executive Director