



ATLANTIC NAVIGATION HOLDINGS (SINGAPORE) LIMITED

(Company Registration No. 200411055E)

Results for the Financial Year Ended 31 December 2015

Unaudited Financial Statements and Dividend Announcement

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor ("Sponsor"), Canaccord Genuity Singapore Pte. Ltd., 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.

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Full Year Financial Statement Announcement for the Financial Year Ended 31 December 2015

Part I - INFORMATION REQUIRED FOR 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.

	12 months ended		
	31/12/2015 ("FY2015")	31/12/2014 ("FY2014")	Increase/ (Decrease) %
(US\$'000)			
Revenue	49,758	49,667	0.2
Cost of services	(27,826)	(29,165)	(4.6)
Gross profit	21,932	20,502	7.0
Finance income	13	46	(71.7)
Other income	58	823	(93.0)
Share of results of an associate	42	-	N.M.
Other items of expense			
Marketing and distribution expenses	(156)	(224)	(30.4)
Administrative expenses	(6,132)	(6,230)	(1.6)
Finance costs	(1,336)	(1,528)	(12.6)
Non-operating expense	(368)	-	N.M.
Profit before tax	14,053	13,389	5.0
Income tax expense	-	-	-
Profit for the year attributable to owners of the Company	14,053	13,389	5.0
Other comprehensive income			
Items that may be reclassified subsequently to profit or loss			
Gain on fair value changes in derivatives	-	206	N.M.
Total comprehensive income for the year attributable to owners of the Company	14,053	13,595	3.4

N.M. : not meaningful

1(a)(ii) The following items (with appropriate breakdowns and explanations), if significant, must either be included in the income statement or in the notes to the income statement for the current financial period reported on and the corresponding period of the immediately preceding financial year.

	12 months ended		
	31/12/2015 ("FY2015")	31/12/2014 ("FY2014")	Increase/ (Decrease) %
(US\$'000)			
Profit for the year is stated after (charging)/crediting:			
Depreciation of property, vessels and equipment	(5,319)	(4,750)	12.0
Allowance for doubtful trade debts	(24)	-	N.M.
Recovery of bad debts written off	39	54	(27.8)
Gain / (loss) on disposal of property, vessels and equipment	2	(309)	N.M.
Write off of property, vessels and equipment	(23)	-	N.M.
Gain on disposal of vessels held for sale	-	750	N.M.
Grant of equity-settled share options to employees	(123)	(217)	(43.3)
Write-off of prepaid dry-docking and marine insurance expenses relating to disposed vessel	-	(77)	N.M.
Provision for unauthorised withdrawal of funds	(368)	-	N.M.
Loss on de-recognition of derivatives	-	(24)	N.M.

N.M. : not meaningful

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.

Statement of Financial Position

(US\$'000)

ASSETS

Non-current assets

Property, vessels and equipment
Intangible assets
Investment in subsidiaries
Investment in an associate
Prepayments

Group	Unaudited As at 31/12/2015	Audited As at 31/12/2014
Property, vessels and equipment	108,642	100,021
Intangible assets	141	-
Investment in subsidiaries	-	-
Investment in an associate	542	-
Prepayments	145	120
Total	109,470	100,141

Company	Unaudited As at 31/12/2015	Audited As at 31/12/2014
Property, vessels and equipment	-	-
Intangible assets	141	-
Investment in subsidiaries	66,741	66,741
Investment in an associate	542	-
Prepayments	-	-
Total	67,424	66,741

Current assets

Inventories
Vessels held for sale
Trade and other receivables
Prepayments
Cash and cash equivalents
Bank deposits pledged

Inventories	117	69
Vessels held for sale	719	-
Trade and other receivables	15,682	13,283
Prepayments	219	227
Cash and cash equivalents	4,261	6,054
Bank deposits pledged	-	2,044
Total	20,998	21,677

Inventories	-	-
Vessels held for sale	-	-
Trade and other receivables	27,543	28,183
Prepayments	27	-
Cash and cash equivalents	799	491
Bank deposits pledged	-	1,042
Total	28,369	29,716

Total assets

Total assets	130,468	121,818
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Total assets	95,793	96,457
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EQUITY AND LIABILITIES

Current liabilities

Trade and other payables
Other liabilities
Loans and borrowings

Trade and other payables	6,858	5,407
Other liabilities	2,673	2,941
Loans and borrowings	13,677	15,505
Total	23,208	23,853

Trade and other payables	136	142
Other liabilities	99	42
Loans and borrowings	12,820	12,125
Total	13,055	12,309

Net current (liabilities) / assets

Net current (liabilities) / assets	(2,210)	(2,176)
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Net current (liabilities) / assets	15,314	17,407
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Non-current liabilities

Provisions
Loans and borrowings

Provisions	438	352
Loans and borrowings	10,735	14,132
Total	11,173	14,484

Provisions	-	-
Loans and borrowings	7,522	9,063
Total	7,522	9,063

Total liabilities

Total liabilities	34,381	38,337
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Total liabilities	20,577	21,372
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Net assets

Net assets	96,087	83,481
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Net assets	75,216	75,085
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Equity attributable to owners of the Company

Share capital
Other reserves
Retained earnings / (accumulated losses)
Total equity

Share capital	12,370	12,370
Other reserves	599	476
Retained earnings / (accumulated losses)	83,118	70,635
Total equity	96,087	83,481

Share capital	85,534	85,534
Other reserves	340	217
Retained earnings / (accumulated losses)	(10,658)	(10,666)
Total equity	75,216	75,085

Total equity and liabilities

Total equity and liabilities	130,468	121,818
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Total equity and liabilities	95,793	96,457
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1(b)(ii) Aggregate amount of group's borrowings and debt securities

	As at 31/12/2015		As at 31/12/2014	
	Secured	Unsecured	Secured	Unsecured
(US\$'000)				
(a) Amount repayable in one year or less, or on demand	13,677	-	15,505	-
(b) Amount repayable after one year	10,735	-	14,132	-
Total borrowing and securities	24,412	-	29,637	-

The above credit facilities are secured by one or several of

- (i) Mortgage over certain vessels;
- (ii) Assignment of earnings/charter proceeds, insurances and requisition compensation of mortgaged vessels;
- (iii) Assignment of all rights, titles and interests of mortgaged vessels' charters;
- (iv) Bank deposits pledged in a retention account; and
- (v) Financial covenant which requires the Group to maintain Tangible Net Worth of at least US\$50 million.

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

(US\$'000)

Operating activities

Profit before tax	14,053	13,389
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Adjustments for:

(Gain) / loss on disposal of property, vessels and equipment	(2)	309
Interest income	(13)	(46)
Depreciation of property, vessels and equipment	5,319	4,750
Write-off of prepaid dry-docking and marine insurance expenses relating to disposed vessel	-	77
Allowance for doubtful debts, net	(15)	(54)
Share of results of an associate	(42)	-
Finance costs	1,336	1,528
Provisions	140	139
Write off of value of property, vessels and equipment	23	-
Grant of equity-settled share options to employees	123	217

Operating cash flows before changes in working capital

20,922	20,309
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(Increase) / decrease in inventories	(48)	157
(Increase) / decrease in trade and other receivables	(3,104)	730
(Increase) / decrease in prepayments	(17)	110
Increase in trade and other payables	1,397	1,627
Decrease in other liabilities	(267)	(304)

Cash flows from operations

18,883	22,629
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Interest received	13	46
Interest paid	(1,336)	(1,528)

Net cash flows from operating activities

17,560	21,147
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Investing activities

Purchase of property, vessels and equipment	(14,003)	(30,849)
Proceeds from disposal of property, vessels and equipment	42	1,037
Investment in an associate	(500)	-
Addition to intangible assets	(141)	-

Net cash flows used in investing activities

(14,602)	(29,812)
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Financing activities

Dividends on ordinary shares	(1,570)	(1,462)
Proceeds from loans and borrowings	10,564	23,000
Repayment of loans and borrowings	(15,789)	(15,001)
Decrease in bank deposits pledged	2,044	897

Net cash flows (used in) / generated from financing activities

(4,751)	7,434
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Net decrease in cash and cash equivalents	(1,793)	(1,231)
Cash and cash equivalents at beginning of the year	6,054	7,285

Cash and cash equivalents at end of the year

4,261	6,054
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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 of the immediately preceding financial year.

Statement of Changes in Equity

Group	Equity, total US\$'000	Share capital US\$'000	Other reserves				Retained earnings US\$'000
			Hedging US\$'000	Share option US\$'000	Merger US\$'000	Total US\$'000	
Balance at 1 January 2015	83,481	12,370	-	217	259	476	70,635
Profit for the year, representing total comprehensive income for the year	14,053	-	-	-	-	-	14,053
Grant of equity-settled share options to employees	123	-	-	123	-	123	-
Dividends on ordinary shares	(1,570)	-	-	-	-	-	(1,570)
Total contribution by and distribution to owners	(1,447)	-	-	123	-	123	(1,570)
Balance at 31 December 2015	96,087	12,370	-	340	259	599	83,118

Group	Equity, total US\$'000	Share capital US\$'000	Other reserves				Retained earnings US\$'000
			Hedging US\$'000	Share option US\$'000	Merger US\$'000	Total US\$'000	
Balance at 1 January 2014	71,131	12,370	(206)	-	259	53	58,708
Profit for the year	13,389	-	-	-	-	-	13,389
Gain on fair value changes in derivatives	206	-	206	-	-	206	-
Total comprehensive income for the year	13,595	-	206	-	-	206	13,389
Grant of equity-settled share options to employees	217	-	-	217	-	217	-
Dividend on ordinary shares	(1,462)	-	-	-	-	-	(1,462)
Total contribution by and distribution to owners	(1,245)	-	-	217	-	217	(1,462)
Balance at 31 December 2014	83,481	12,370	-	217	259	476	70,635

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 of the immediately preceding financial year.

Statement of Changes in Equity

Company	Equity, total	Share capital	Share option reserve	Accumulated losses
	US\$'000	US\$'000	US\$'000	US\$'000
Balance at 1 January 2015	75,085	85,534	217	(10,666)
Profit for the year, representing total comprehensive income for the year	1,578	-	-	1,578
Grant of equity-settled share options to employees	123	-	123	-
Dividends on ordinary shares	(1,570)	-	-	(1,570)
Balance at 31 December 2015	75,216	85,534	340	(10,658)

Company	Equity, total	Share capital	Share option reserve	Accumulated losses
	US\$'000	US\$'000	US\$'000	US\$'000
Balance at 1 January 2014	74,856	85,534	-	(10,678)
Profit for the year, representing total comprehensive income for the year	1,474	-	-	1,474
Grant of equity-settled share options to employees	217	-	217	-
Dividends on ordinary shares	(1,462)	-	-	(1,462)
Balance at 31 December 2014	75,085	85,534	217	(10,666)

- 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.

Company	Number of ordinary shares	Share capital (US\$'000)
As at 31 December 2014	260,593,750	85,534
As at 31 December 2015	260,593,750	85,534

During the year ended 31 December 2015, there were no changes in the issued and paid-up share capital of the Company.

As at 31 December 2015, the total number of share options outstanding were 4,800,000 (31 December 2014: 4,050,000).

On 30 January 2014, the Company granted 4,050,000 share options pursuant to the Atlantic 2008 Employee Share Option Scheme ("Atlantic 2008 ESOS"). 2,025,000 share options are exercisable between 30 January 2015 and 29 January 2019, and the remaining 2,025,000 share options are exercisable between 30 January 2016 and 29 January 2019, at the exercise price of S\$0.34 if the vesting conditions are met.

On 12 May 2015, the Company granted 750,000 share options pursuant to the Atlantic 2015 Employee Share Option Scheme ("Atlantic 2015 ESOS"). 375,000 share options are exercisable between 12 May 2016 and 11 May 2020, and the remaining 375,000 share options are exercisable between 12 May 2017 and 11 May 2020, at the exercise price of S\$0.43 if the vesting conditions are met.

Save as disclosed, there were no other outstanding convertibles or treasury shares as at 31 December 2015 and 31 December 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 year.

	As at	
	31/12/2015	31/12/2014
Total number of issued shares excluding treasury shares	260,593,750	260,593,750

There were no treasury shares as at 31 December 2015 and 31 December 2014.

- 1 (d)(iv) A statement showing all the 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 by the Company's auditors.

- 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 financial year compared with those of the audited financial statements for the year ended 31 December 2014, as well as the applicable Financial Reporting Standards ("FRSs") which became effective for financial years beginning on or after 1 January 2015. The adoption of these new and revised FRSs has no material effect on the results announcement for the current financial year.

- 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.

	12 months ended	
	31/12/2015	31/12/2014
Earnings per ordinary share ("EPS") for the period based on net profit attributable to owners of the Company (US\$ cents)		
Basic EPS	5.39	5.14
Diluted EPS	5.30	5.07
Weighted average number of ordinary shares on issue applicable to basic EPS	260,593,750	260,593,750
Weighted average number of ordinary shares on issue applicable to diluted EPS	265,124,572	264,321,969

For the purpose of calculating the diluted EPS, net profit attributable to owners of the Company and the weighted average number of ordinary shares in issue are adjusted for the dilutive effects of potential ordinary share issues. The Company has one category of potential dilutive ordinary shares, which are the share options as at 31 December 2015 and 31 December 2014.

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 year.

	Group as at		Company as at	
	31/12/2015	31/12/2014	31/12/2015	31/12/2014
Net asset value per ordinary share (US\$ cents)	36.87	32.03	28.86	28.81

The net asset values per ordinary share of the Company and the Group as at 31 December 2015 and 31 December 2014 were calculated based on 260,593,750 issued shares (excluding treasury shares) as at 31 December 2015 and 31 December 2014.

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.

(a) Review of results of operations

(i) Revenue by business segments

(US\$'000)	12 months ended		
	31/12/2015 ("FY2015")	31/12/2014 ("FY2014")	Increase/ (Decrease) %
Marine logistics services ("MLS")	47,299	46,815	1.0
Ship repair, fabrication and other marine services ("SRM")	2,459	2,852	(13.8)
	49,758	49,667	0.2

The Group's revenue for MLS business for FY2015 increased by US\$0.5 million or 1.0% compared to FY2014. The increase in revenue was mainly attributable to (a) an increase in chartering revenue of owned vessels by US\$2.9 million or 9.0%, from US\$32.1 million in FY2014 to US\$35.0 million in FY2015, partially offset by decrease in chartering revenue of third party vessels by US\$2.4 million or 16.3% from US\$14.7 million in FY2014 to US\$12.3 million in FY2015. The increase of chartering revenue for owned vessels mainly contributed by a new vessel and two jointly-operated vessels added to the fleet in FY2015.

The Group's revenue for the SRM business for FY2015 decreased by US\$0.4 million or 13.8% compared to FY2014, mainly due to lower level of repairs undertaken on third party vessels.

(ii) Gross profit and gross profit margin

(US\$'000)	12 months ended		
	31/12/2015 ("FY2015")	31/12/2014 ("FY2014")	Increase/ (Decrease) %
<u>Gross profit</u>			
MLS	20,647	19,502	5.9
SRM	1,285	1,000	28.5
	21,932	20,502	7.0

	12 months ended	
	31/12/2015 ("FY2015")	31/12/2014 ("FY2014")
<u>Gross profit margin</u>		
MLS	43.7%	41.7%
SRM	52.3%	35.1%
	44.1%	41.3%

Gross profit for the MLS business for FY2015 increased by US\$1.1 million or 5.9% compared to FY2014, mainly due to an increase in chartering revenue on the back of a decline in cost of services resulting from the Group's cost control and management program. Gross profit margin improved to 43.7% for FY2015 as compared to 41.7% for FY2014.

Gross profit for the SRM business for FY2015 increased by US\$0.3 million or 28.5% compared to FY2014 as a result of higher margin work in the services performed on third party vessels. Gross profit margin improved to 52.3% for FY2015 as compared to 35.1% for FY2014.

(iii) Other income

Other income for FY2015 decreased by US\$0.8 million or 93.0% as compared to FY2014. This was mainly due to the gain on disposal of a vessel held for sale in FY2014.

(iv) Marketing and distribution expenses

Marketing and distribution expenses in FY2015 comprised mainly travel, consultancy and exhibition expenses.

(v) Administrative expenses

Administrative expenses for FY2015 decreased by US\$0.1 million or 1.6% as compared to FY2014. The administrative expenses were higher in FY2014 due to loss of US\$0.3 million incurred from the sale of an old vessel. The Group did not incur such expense in FY2015.

(vi) Finance costs

Finance costs for FY2015 decreased by US\$0.2 million or 12.6% as compared to FY2014 due to lower level of borrowings.

(vii) Non-operating expense

Non-operating expense in FY2015 comprised mainly provision for unauthorised withdrawal of funds.

(vii) Profit before tax

Profit before tax for FY2015 increased by US\$0.7 million or 5.0% from US\$13.4 million in FY2014 to US\$14.1 million in FY2015. This was mainly due to higher gross profit, decline in finance costs and adoption of cost control and management program, partially offset by decrease in other income and the non-operating expense incurred in FY2015.

(b) Review of financial position

(i) Non-current assets

Non-current assets increased by US\$9.3 million, from US\$100.1 million as at 31 December 2014 to US\$109.4 million as at 31 December 2015. This was primarily due to (a) additions of US\$14.0 million new assets comprising vessels, capital-work-progress relating to new vessels and non-current portion of dry-docking expenses; (b) investment in an associate of US\$0.5 million; and (c) intangible assets of US\$0.1 million, partially offset by depreciation charge of US\$5.3 million.

(ii) Current assets

Current assets decreased by US\$0.7 million, from US\$21.7 million as at 31 December 2014 to US\$21.0 million as at 31 December 2015. This was mainly due to decrease in cash and cash equivalent of US\$1.8 million and bank deposits pledged of US\$2.0 million, partially offset by increase in trade and other receivables of US\$2.4 million, vessels held for sale by US\$0.7 million. The increase in trade and other receivables of US\$2.4 million was due to incremental business from the Group's new vessels as well as new charters for the Group's owned fleet and the credit terms extended thereof for these charter parties. The decrease in bank deposits pledged was due to the application of the retention sum towards repayment of installments of principal amount of existing loans.

(iii) Non-current liabilities

Non-current liabilities decreased by US\$3.3 million, from US\$14.5 million as at 31 December 2014 to US\$11.2 million as at 31 December 2015. This was mainly due to repayment of term loans and borrowings of US\$15.8 million, partially offset by a new secured loan of US\$10.6 million.

(iv) Current liabilities

Current liabilities decreased by US\$0.7 million, from US\$23.9 million as at 31 December 2014 to US\$23.2 million as at 31 December 2015, primarily due to decrease in current portion of loans and borrowings by US\$1.8 million and decrease in other liabilities by US\$0.3 million, partially offset by increase in trade and other payables by US\$1.5 million.

(v) Net current liabilities

The Group is in net current liabilities position as at 31 December 2015 due to increased utilisation of banking facilities and internal resources to fund the acquisition of US\$14.0 million of vessels and equipments during FY2015. However, the Group has sufficient standby credit facilities to meet its working capital requirement.

(c) Liquidity and capital resources

(i) Net cash flows generated from operating activities

Net cash flows from operating activities amounted to US\$17.6 million in FY2015. This was mainly due to operating cash flows before changes in working capital of US\$20.9 million and an increase in trade and other payables of US\$1.4 million, partially offset by an increase in trade and other receivables of US\$2.4 million, an increase in vessels held for sale of US\$0.7 million and interest paid during the year of US\$1.3 million.

(ii) Net cash flows used in investing activities

Net cash flows used in investing activities amounted to US\$14.6 million in FY2015. This was mainly due to (i) purchase of property, vessels and equipment of US\$14.0 million, of which US\$4.0 million was for the purchase of a new vessel, US\$8.3 million was for purchase of new vessels under construction, US\$1.3 million dry-docking expenses, US\$0.3 million was for purchase of motor vehicles and diving equipments and (ii) investment in an associate of US\$0.5 million.

(iii) Net cash flows used in financing activities

Net cash flows used in financing activities of US\$4.8 million in FY2015 was a result of repayment of loans and borrowings of US\$15.8 million and payment of dividends to shareholders of US\$1.6 million, partially offset by new loans and borrowings of US\$10.6 million and decrease of US\$2.0 million in bank deposits pledged.

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 be cautious with its fleet upgrade and expansion program given the continuing uncertainties in the oil and gas sector caused by oil price slide. Other than two shipbuilding agreements committed for a platform supply vessel in FY2013 and for a self-propelled self-elevating lift boat in FY2014, acquisition of new operating assets are made on the back of firm or high probability of securing long term charter(s) from its clients. The Group will continue to review specific opportunities within its core market in the Middle East where offshore energy and production levels are being maintained, as well as within the Group's targeted new markets in Malaysia and West Africa.

The Group had purchased a new vessel (a crew boat) in August 2015 for a total cost over US\$4.0 million (inclusive of mobilisation costs) to service a long-term charter with a Norwegian oil and gas company. The Group took delivery of, (i) in January 2016, a 90-metre self-elevating unit lift boat costing US\$54.8 million (including mobilisation costs) and (ii) in February 2016, a 75-metre platform supply vessel under a shipbuilding agreement committed in FY2013, costing US\$16.0 million (including owner supplied equipments). This vessel is expected to be deployed in March 2016 under a new charter agreement that the Group had successfully secured through a tender bid.

The above acquisitions are funded by a combination of bank loans, a US\$12.8 million net proceeds received from convertible loan in January 2016 and internal resources. These additions take the Group's operating fleet to 19 vessels.

With the continuing plunge in oil price from the already depressed level in 2015, the Group expects charter rates in the market to become increasingly competitive. The Group's business risk management processes had been heightened to focus on (i) maintenance of its high vessels utilisation rates, and (ii) controlling and managing its operational cost to mitigate against material deterioration in charter fees resulting from the low oil price environment.

11 Dividend

(a) Current Financial Period Reported on

Any dividend recommended for the current financial period reported on?

Nil.

(b) Corresponding period of the immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year?

Name of Dividend	:	First and Final Dividend
Dividend Type	:	Cash
Dividend amount per Share	:	0.8 Singapore cents per ordinary share
Tax rate	:	Exempt from tax (One-tier corporate tax system)
Total amount paid	:	S\$2.08 million

(c) Date payable : To be announced

(d) Book closure date : To be announced

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

No dividend has been declared or recommended for FY2015.

13 Interested Person Transactions

Name of Interested Person	Aggregate value of all interested person transactions entered into during the financial year under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920(1)(a)) US\$' 000	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000) US\$' 000
N/A	-	-

There was no interested person transaction entered into by the Group with value of more than S\$100,000 during FY2015.

The Group does not have any interested person transaction general mandate from shareholders pursuant to Rule 920 of the Cabalist Rules.

14 Negative confirmation by the Board pursuant to Rule 705 (5)

Not required for full year results.

15 Issuer to confirm that it has procured undertaking from all its directors and executive officers in the format set out in Appendix 7H under Rule 720(1).

The Board of Directors confirms that, they have procured undertaking from all its directors and executive officers in the format set out in Appendix 7H under Rule 720(1).

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT**16 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.**

Segments	FY2015				FY2014				Increase/
	MLS	SRM	Elimination	Total	MLS	SRM	Elimination	Total	(Decrease)
	US\$ '000	US\$ '000	US\$ '000	US\$ '000	US\$ '000	US\$ '000	US\$ '000	US\$ '000	%
Revenue	47,299	3,026	(567)	49,758	46,815	3,078	(226)	49,667	0.2
Cost of Services	(26,652)	(1,741)	567	(27,826)	(27,313)	(2,078)	226	(29,165)	(4.6)
Profit from Operations	20,647	1,285		21,932	19,502	1,000		20,502	7.0
Interest Income	9	-		9	41	-		41	(78.0)
Other Income	49	3		52	816	7		823	(93.7)
Marketing & Distribution Expenses	(156)	-		(156)	(224)	-		(224)	(30.4)
Administrative Expenses	(5,414)	(687)		(6,101)	(5,053)	(746)		(5,799)	5.2
Finance Costs	(1,336)	-		(1,336)	(1,528)	-		(1,528)	(12.6)
Segment Profit	13,799	601		14,400	13,554	261		13,815	4.2
Un-allocated Income				53				5	960.0
Un-allocated Expenses				(400)				(431)	(7.2)
Profit for the Year				14,053				13,389	5.0

17 In the view of the performance, the factors leading to any material changes in contributions to turnover and earnings by the operating segments.

Refer Section 8(a) (i) & (ii) above.

18 A breakdown of sales as follows

Particulars	FY2015 US\$ '000	FY2014 US\$ '000	Increase/ (Decrease)
(a) Sales reported for first half year	25,704	23,597	8.9%
(b) Operating profit reported for first half year	7,729	6,618	16.8%
(c) Sales reported for second half year	24,054	26,070	(7.7)%
(d) Operating profit reported for second half year	6,324	6,771	(6.6)%

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

Name of dividend	FY2015 S\$ '000	FY2014 S\$ '000
Ordinary dividend	-	2,085
Preference dividend	-	-
Total annual dividend	-	2,085

20 Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704 (10) in the format below. If there are no such persons, the issuer must make an appropriate statement.

Name	Age	Family relationship with director and/or substantial shareholder	Current Position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Wong Sek Pun	45	Nephew of Wong Siew Cheong (Executive Chairman and Chief Executive Officer)	Sales and Marketing Manager - Securing charters, negotiating terms and rates for the Group's owned and managed fleet - Business Development This position was held since 2011	No change

BY ORDER OF THE BOARD

Wong Siew Cheong

Executive Chairman and Chief Executive Officer

26 February 2016