

Financial Statement for the Year Ended 31 December 2016

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, Stamford Corporate Services Pte Ltd ("**Sponsor**"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "**Exchange**"). The Company's Sponsor has not independently verified the contents of this announcement.

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

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PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF FULL YEAR RESULTS
1(a) A statement of comprehensive income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year

	Note	Group		Increase / (Decrease) %
		FY2016 S\$ (Unaudited)	FY2015 S\$ (Audited)	
Revenue	i	4,130,160	4,283,669	(3.58)
Cost of sales	ii	(2,737,305)	(3,156,314)	(13.28)
Gross profit		1,392,855	1,127,355	23.55
Other operating income	iii	394,352	1,112,641	(64.56)
Other expenses	iv	(631,854)	(49,363)	1180.02
Distribution and Selling expenses	v	(40,000)	(59,338)	(32.59)
Administrative costs	vi	(2,887,065)	(3,310,372)	(12.79)
Finance costs	vii	(74,846)	(63,606)	17.67
Loss before taxation		(1,846,558)	(1,242,683)	48.59
Income Tax Expense				
- Current year		-	-	
- (Over) / under provision in prior years		-	-	
Deferred Tax Liabilities				
- Current year		10,025	10,025	
- (Over) / under provision in prior years		-	-	
		10,025	10,025	
Loss for the year from Continuing Operation		(1,836,533)	(1,232,658)	48.99
Discontinued Operations				
Profit / (Loss) for the year from discontinued operation	viii	7,487,238	(2,933,763)	355.21
Profit / (Loss) for the period		5,650,705	(4,166,421)	235.62
Other comprehensive income:				
<u>Items that may be re-classified subsequently to profit or loss</u>				
Exchange differences on translation of foreign operations, representing other comprehensive income, net of tax		531,867	30,694	
		531,867	30,694	1632.80
Total comprehensive gain / (loss) for the period attributable to owners of the Company		6,182,572	(4,135,727)	249.49

1(a)(i) A statement of comprehensive income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year (continued)

	Group		
	FY2016 (Unaudited) S\$	FY2015 (Audited) S\$	Increase / (Decrease) %
Profit / (Loss) for the year attributable to:			
Owners of Company	5,819,465	(2,796,504)	(308.10)
Non-controlling interest	(168,760)	(1,369,917)	(87.68)
	5,650,705	(4,166,421)	(235.62)
Total comprehensive profit / (loss) attributable to:			
Owners of Company	6,084,488	(2,738,189)	(322.21)
Non-controlling interest	98,084	(1,397,538)	(107.02)
	6,182,572	(4,135,727)	(249.49)

1(a)(ii) Notes to the consolidated statement of comprehensive income
The loss before taxation from continuing operations were computed after charging/(crediting) the following:

	GROUP		
	FY2016 S\$ (Unaudited)	FY2015 S\$ (Audited)	Increase/ (Decrease) %
Continuing operations:			
1 Depreciation of property, plant and equipment	201,207	498,245	(59.62)
2 Foreign exchange (gain) / loss, net	(134,857)	(911,190)	(85.20)
3 Loss / (Gain) from disposal of available-for-sale investment	95,958	(34,125)	(381.20)
4 Interest expense	74,847	63,607	17.67
5 Interest income	(14,959)	(442,115)	(96.62)
6 Impairment on property, plant and equipment	1,902	41,849	(95.46)
7 Reversal of allowance on receivables	-	(4,500)	(100.00)
8 Provision for stock obsolescence	145,516	-	-
Discontinued operation:			
9 Foreign exchange (Gain) / Loss	(98,734)	941,802	(110.48)

Notes:

- 1) The decrease of depreciation was mainly due to certain major assets that were fully depreciated in FY2015.
- 2) The foreign currency exposure decreased due to (i) repayment received from receivables denominated in foreign currency; and (ii) subsidiaries' payables denominated in foreign currencies.
- 3) This figure was for loss on disposal of certain held-for-trading quoted investments during FY2016.
- 4) Being interest expense for term loan.
- 5) Being interest income earned from trading securities.
- 6) There was an impairment on one of our subsidiaries' machinery.
- 7) There was no reversal of allowance on receivables.
- 8) There was a provision for stock obsolescence in our subsidiaries.
- 9) The foreign currency exposure increased due to repayment received from receivables denominated in foreign currency from our Vietnam investment.

1(b) 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.

	The Group		The Company	
	FY2016 S\$ (Unaudited)	FY2015 S\$ (Audited)	FY2016 S\$ (Unaudited)	FY2015 S\$ (Audited)
<u>ASSETS</u>				
<u>CURRENT ASSETS</u>				
Cash and cash equivalents	1 12,293,822	1,093,081	9,276,139	851,405
Trade receivables	334,415	627,838	-	-
Other receivables and prepayments	2 12,592,397	8,731,808	9,233,220	17,578,903
Inventories	465,941	722,194	-	-
Financial assets - available for sale	3 -	1,184,375	-	1,184,375
	<u>25,686,575</u>	<u>12,359,296</u>	<u>18,509,359</u>	<u>19,614,683</u>
Assets classified as held for sale	4 -	53,714,843	-	-
Total current assets	<u>25,686,575</u>	<u>66,074,139</u>	<u>18,509,359</u>	<u>19,614,683</u>
<u>NON-CURRENT ASSETS</u>				
Subsidiaries	-	-	1,121,741	1,121,741
Goodwill	-	-	-	-
Property, plant and equipment	<u>2,840,155</u>	<u>3,133,843</u>	<u>3,811</u>	<u>8,641</u>
	<u>2,840,155</u>	<u>3,133,843</u>	<u>1,125,552</u>	<u>1,130,382</u>
TOTAL ASSETS	<u>28,526,730</u>	<u>69,207,982</u>	<u>19,634,911</u>	<u>20,745,065</u>
<u>EQUITY AND LIABILITIES</u>				
<u>CURRENT LIABILITIES</u>				
Finance leases	-	628	-	-
Interest-bearing loan	72,450	68,655	-	-
Trade payables	182,833	318,209	-	-
Other payables	5 1,217,209	7,797,515	490,214	497,191
	<u>1,472,492</u>	<u>8,185,007</u>	<u>490,214</u>	<u>497,191</u>
Liabilities directly associated with assets classified as held for sale	6 -	40,097,491	-	-
Total current liabilities	<u>1,472,492</u>	<u>48,282,498</u>	<u>490,214</u>	<u>497,191</u>
<u>NON CURRENT LIABILITIES</u>				
Interest-bearing loan	942,866	1,013,789	-	-
Other payables	6,771	6,409	-	-
Deferred tax liabilities	<u>210,529</u>	<u>220,555</u>	<u>-</u>	<u>-</u>
	<u>1,160,166</u>	<u>1,240,753</u>	<u>-</u>	<u>-</u>
<u>CAPITAL AND RESERVES</u>				
Share capital	52,411,370	52,411,370	52,411,370	52,411,370
Statutory reserve	119,135	119,135	-	-
Translation reserve	374,602	82,810	-	-
Share options reserve	26,846	26,846	26,846	26,845
Accumulated losses	<u>(26,113,417)</u>	<u>(31,932,881)</u>	<u>(33,293,519)</u>	<u>(32,190,341)</u>
Total equity attributable to owners of the Company	<u>26,818,536</u>	<u>20,707,280</u>	<u>19,144,697</u>	<u>20,247,874</u>
Non-controlling interest	<u>(924,464)</u>	<u>(1,022,548)</u>	<u>-</u>	<u>-</u>
	<u>25,894,072</u>	<u>19,684,732</u>	<u>19,144,697</u>	<u>20,247,874</u>
TOTAL LIABILITIES AND EQUITY	<u>28,526,730</u>	<u>69,207,982</u>	<u>19,634,911</u>	<u>20,745,065</u>

Notes

1. Increase of cash mainly from partial monies received for the sale of assets held for sale
2. Other receivables mainly consist of unpaid balances for disposal of asset held for sale.
3. All trading securities held for sale has been fully sold in FY2016.
4. The asset held for sale has been disposed in FY2016. This asset was our project investment in Vietnam.
5. The decrease of other payables was due to settlement of loan from non-controlling party
6. The liabilities are related to the assets held for sale which was disposed of in FY2016.

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

Amount repayable in one year or less, or on demand

As at 31 December 2016		As at 31 December 2015	
(Unaudited)		(Audited)	
Secured	Unsecured	Secured	Unsecured
72,450	Nil	68,655	Nil

Amount repayable after one year

As at 31 December 2016		As at 31 December 2015	
(Unaudited)		(Audited)	
Secured	Unsecured	Secured	Unsecured
942,866	Nil	1,013,789	Nil

The borrowings above relates to a mortgage loan.

Details of any collateral

The Company's subsidiary, Apphia Advanced Materials Pte Ltd ("**Apphia**") has a mortgage loan for its leasehold property and building located at Tuas, Singapore with a financial institution. The mortgage loan is secured by a first legal mortgage over the said property and was also secured by a corporate guarantee from the Company in favour of the financial institution.

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.**

	Group	
	FY2016 (Unaudited)	FY2015 (Audited)
Operating activities		
Profit / (Loss) before income tax	5,650,705	(4,176,446)
Forex Exchange Gain / (Loss)	233,591	(540,648)
Allowance for inventories	(145,516)	4,698
(Reversal of Allowance) Allowance for doubtful receivables	-	(7,265)
Depreciation of property, plant and equipment	293,688	389,993
Fair value loss on held-for-trading investments	-	49,363
(Gain) / Loss on disposal of held-for-trading investments	95,958	(34,125)
Reinstatement cost	-	312
Interest expense	74,847	63,606
Interest income	(1,551,662)	(120,064)
Impairment of PPE	-	41,848
Operating cash flows before movements in working capital	4,651,611	(4,328,728)
Trade receivables	293,423	(132,993)
Other receivables	1,756,132	(8,547,331)
Inventories	401,769	81,615
Trade payables	(135,376)	29,436,862
Other payables	20,056	10,709,801
Acquisition of development property in Vietnam	-	(53,049,150)
Cash provided by / (used in) operations	6,987,615	(25,829,924)
Income tax refund	-	-
Net cash provided by / (used in) operating activities	6,987,615	(25,829,924)
Investing activities		
Acquisition of property, plant and equipment	-	(59,625)
Interest received	1,551,662	120,064
Acquisition of transferable option	-	(424,170)
Acquisition of investment held-for-trading	-	(3,482,500)
Proceed from disposal of held-for-trading investment	1,280,333	3,516,625
Disposal of development property in Vietnam	7,973,734	-
Net cash provided by / (used in) investing activities	10,805,729	(329,606)
Financing activities		
(Repayment) / Loan from non-controlling interest party	(6,500,000)	6,500,000
Interest paid	(67,128)	(63,606)
Proceed on loan from director of subsidiary	50,000	230,000
Repayment of loan from director of subsidiary	-	(150,000)
Repayment of obligation under finance leases	(628)	(124,226)
Repayment of bank loan	(74,847)	(65,331)
Proceeds on issuance of shares of subsidiary from non-controlling shareholder	-	377,220
Net cash (used for) / from financing activities	(6,592,603)	6,704,057
Net increase / (decrease) in cash	11,200,741	(19,455,473)
Cash and cash equivalents at beginning of year	1,093,081	20,161,808
Cash and cash equivalents classified to assets held for sales	-	(184,596)
Net effect of exchange rate changes on cash and cash equivalents	374,602	571,342
Cash and cash equivalents at end of year	12,668,424	1,093,081

1(d) 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.

THE GROUP	Share capital S\$	Warrant Reserve S\$	Statutory reserve S\$	Translation reserve S\$	Share options reserve S\$	Retained earnings/ (losses) S\$	Total attributable to owners of the Company S\$	Minority interest S\$	Total equity S\$
Balance at 1 January 2015	52,411,370	-	119,135	24,495	26,845	(29,136,377)	23,445,468	(2,580)	23,442,888
Total comprehensive loss for the period:									-
- Loss for the period						(2,796,504)	(2,796,504)	(1,369,917)	(4,166,421)
- Other comprehensive loss for the period				58,315			58,315	(27,621)	30,694
	-	-	-	58,315	-	(2,796,504)	(2,738,189)	(1,397,538)	(4,135,727)
Transaction with owners recognised directly in equity									
Non-controlling interest arising from acquisition of subsidiary	-	-	-	-	-	-	-	377,570	377,570
Issuance of shares	-	-	-	-	-	-	-	-	-
Exercise of share options	-	-	-	-	-	-	-	-	-
Exercise of warrants	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	377,570	377,570
Balance at 31 December 2015	52,411,370	-	119,135	82,810	26,845	(31,932,881)	20,707,279	(1,022,548)	19,684,731
Total comprehensive loss for the period:									
- Profit for the period	-	-	-	-	-	5,819,465	5,819,465	(168,760)	5,650,705
- Other comprehensive profit for the period	-	-	-	265,023	-	-	265,023	266,844	531,867
	-	-	-	265,023	-	5,819,465	6,084,488	98,084	6,182,572
Exercise of share options	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
Balance at 31 December 2016	52,411,370	-	119,135	347,833	26,845	(26,113,416)	26,791,768	(924,464)	25,867,303

- 1(d) 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. (continued)

THE COMPANY	Share capital S\$	Warrant Reserve S\$	Share options reserve S\$	Retained earnings/ (losses) S\$	Total S\$
Balance at 1 January 2015	52,411,370	-	26,845	(30,617,063)	21,821,152
Total comprehensive loss for the period:					
- Loss for the period	-	-	-	(1,573,278)	(1,573,278)
Transaction with owners recognised directly in equity					
Issuance of shares	-	-	-	-	-
Exercise of share options	-	-	-	-	-
Exercise of warrants	-	-	-	-	-
Balance at 31 December 2015	52,411,370	-	26,845	(32,190,341)	20,247,874
Total comprehensive loss for the period:					
- Loss for the period	-	-	-	(1,103,177)	(1,103,177)
Exercise of warrants	-	-	-	-	-
Balance at 31 December 2016	52,411,370	-	26,845	(33,293,518)	19,144,697

- 1(d)(i) 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.

Employee Share Options Scheme (the "ESOS")

The movements in ESOS during the period were as follows:

Options under the ESOS outstanding as at 1 January 2015	2,180,000
Less: Expiry of share options upon cessation of Employee	(100,000)
Options under the ESOS outstanding as at 31 December 2015	2,080,000
Less: Expiry of share options	-
Exercise of share options	-
Options under the ESOS outstanding as at 31 December 2016	2,080,000

The number of shares that may be issued on conversion of these outstanding options under the ESOS is 2,080,000 shares.

The Company did not have any treasury shares that may be converted into shares as at both 31 December 2016 and 31 December 2015.

- 1(d)(ii) 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.

	Group		Group	
	31 December 2016	31 December 2015	31 December 2016	31 December 2015
	No. of shares	No. of shares	No. of shares	No. of shares
Issued share capital	1,950,619,331	1,950,619,331	1,950,619,331	1,950,619,331

1(d)(iii) **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 as the Company did not have any treasury shares.

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

These figures have not been audited nor 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.**

Except as disclosed in paragraph 5 below, the Group had applied the same accounting policies and methods of computation in the preparation of the financial statements for the current period as compared with the audited financial statements for the year ended 31 December 2015.

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.**

In the current financial period, the Group adopted the new / revised Singapore Financial Reporting Standards ("FRS") and Interpretations of FRS ("INT FRS") that are relevant to its operations and were effective for annual periods beginning 1 January 2016.

The following were the new or amended FRS that were relevant to the Group:

FRS 27 (Revised) *Separate Financial Statements*
FRS 110 *Consolidated Financial Statements*
Amendments to FRS32 *Financial Instruments: Presentation*
Amendments to FRS 36 *Impairment of Assets*
FRS112 *Disclosure of Interests in Other Entities*

The adoption of the new/revised Financial Reporting Standards and Interpretations of FRS does not result in any significant changes to the accounting policies of the Group and has no material effect on the amounts reported for the current and prior periods.

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**

	Group	
	FY2016	FY2015
	S\$	S\$
	(Unaudited)	(Audited)
Attributable to owners of the Company:		
- Profit / (Loss) after tax	5,819,465	(2,796,504)
Basic and diluted	No. of shares	No. of shares
Weighted average number of ordinary shares	1,950,619	1,950,619
	(in S\$ cents)	(in S\$ cents)
Attributable to owners of the Company:		
- Profit / (Loss) per share	0.30	(0.14)

7. **Net asset value (for the issuer and group) per ordinary share based on issued share capital 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	
	31 December 2016 (Unaudited) Singapore cents	31 December 2015 (Audited) Singapore cents	31 December 2016 (Unaudited) Singapore cents	31 December 2015 (Audited) Singapore cents
Net asset value per share based on existing capital issued as at respectively period	1.33	1.01	0.98	1.04
Issued share capital at the end at the end of period	1,950,619,331	1,950,619,331	1,950,619,331	1,950,619,331

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**

- (i) For FY2016, the Group recorded a total revenue of S\$4.13 million, which was a decrease of 3.6% over the S\$4.28 million recorded in FY2015. The decrease was partially affected by the worldwide import and export trading slowdown within a subsidiary.
- (ii) The cost of sales came down 13.3% to S\$2.74 million (FY2015: S\$3.16 million). The decrease was mainly due to the manufacturing contract / agreement secured in one of the subsidiaries. The manufacturing services started in the 2nd quarter of FY2016 and it was to provide manufacturing services using our existing equipment and labour with materials provided by the client.

The overall gross profit was S\$0.27 million higher compared to FY2015. The improvement of 23.6% was mainly due to the manufacturing service agreement secured with a European entity.

- (iii) Other operating income was lower in FY2016 compared to FY2015 mainly because of lower foreign exchange.
- (iv) Other expenses consists of a provision made for possible stock obsolescence in one of the subsidiaries and loss arising from the sale of trading securities.
- (v) Distribution costs were mainly attributable to sales commissions and marketing expenses.
- (vi) In FY2016, administrative cost decreased S\$0.42 million as compared to S\$3.31 million in FY2015. The decrease was mainly attributable to substantially lower depreciation expense and lower manpower cost.
- (vii) The finance costs consists mainly of interest charged by a financial institution for mortgage term loan with a subsidiary, and interest payment to a subsidiary's director for advances made to the subsidiary.
- (viii) In FY2016, the property and hospitality segment contributed a profit of S\$7.49 million.

In summary, the Group achieved a profit before tax of S\$5.65 million in FY2016 (loss of S\$4.16 million in FY2015). The profit was mainly attributable to the disposal of Vietnam investment.

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

Statement of Financial Position

- (i) Property, plant and equipment decreased to S\$0.20 million (FY2015: S\$0.50 million) mainly due to equipment being fully depreciated.

(ii) Trade and other receivables as at 31 December 2016 comprised the following:

	Group	
	FY2016 S\$ (Unaudited)	FY2015 S\$ (Audited)
Trade receivables	334,415	627,838
Other receivables and prepayments	7,410,890	8,731,808
Assets classified as held for sale	5,643,618	53,714,843
	13,388,923	63,074,489

The amount in other receivables consists of unpaid balance from the sale of Vietnam investment.

- (iii) The decrease in inventories to S\$0.46 million (FY2015: S\$0.72 million) is mainly due to provision made for possible stock obsolescence in our subsidiaries.
- (iv) The interest-bearing loan comprised a loan from a financial institution for a leasehold building located at Tuas, Singapore of a subsidiary. The decrease to S\$0.94 million (FY2015: S\$1.01 million) is due to repayments made in FY2016.
- (v) The deferred tax liabilities arose from revaluation of a leasehold building of a subsidiary. The decrease to S\$0.21 million (FY2015: S\$0.22 million) was due to the reversal of the deferred tax liabilities in line with the depreciation of the building.
- (vi) Trade and other payables as at 31 December 2016 comprised the following:

	Group	
	FY2016 S\$ (Unaudited)	FY2015 S\$ (Audited)
Trade payables	182,833	318,209
Other payables and accruals	1,140,104	7,803,924
Liabilities directly associated with assets classified as held for sale	83,876	40,097,491
	1,406,813	48,219,624

A lower trade payables was recorded in FY2016 as compared to FY2015 mainly attributable to the full repayment of loan to third party.

Statement of Cash Flows

The net cash position increased largely to S\$11.83 million (FY2015: S\$1.09 million) due to the proceeds from the disposal of property development project in Vietnam undertaken by the Group from the 2nd half of FY2015.

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 property sector in Vietnam looks to have potential and as per our announcement on 10 January 2017, the Company has announced the signing of a joint venture agreement with Panthera and issuing of a convertible loan for the acquisition of a commercial property development project in Danang, Vietnam for commercial benefits.

The advanced materials market in which the Group's existing subsidiaries operate generally remains challenging.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

No dividend was proposed for declaration for the current financial year ended 31 December 2016.

(b) Corresponding Period of the Immediately Preceding Financial Year

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

No dividend was declared for the corresponding year ended 31 December 2015.

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

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

No dividend for the financial year ended 31 December 2016 is recommended nor declared.

13. Interested Person Transactions – Pursuant to Rule 920 (1) (a) of Section B of the Catalist Listing Manual

The Company does not have any existing general mandate pursuant to Rule 920 of the Catalist Listing Manual.

14. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1) of the Listing Manual.

The Company hereby confirms that it has procured signed undertakings from all its directors and relevant executive officers in the format as set out in Appendix 7H of the Listing Manual in accordance with Rule 720(1) of the Listing Manual.

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

15. **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.**

	Advanced materials & solutions		Commodities and mineral resources		Property and hospitality		Corporate revenue and expenses		Total continuing operations	
	FY2016 S\$ (Unaudited)	FY2015 S\$ (Audited)	FY2016 S\$ (Unaudited)	FY2015 S\$ (Audited)	FY2016 S\$ (Unaudited)	FY2015 S\$ (Audited)	FY2016 S\$ (Unaudited)	FY2015 S\$ (Audited)	FY2016 S\$ (Unaudited)	FY2015 S\$ (Audited)
<u>Continuing operations:</u>										
Total revenue	4,130,160	4,283,669	-	-	-	-	-	-	4,130,160	4,283,669
Segment results	(310,480)	(898,135)	(4,545)	(3,352)	(79,957)	(122,820)	(1,139,228)	(1,218,048)	(1,534,210)	(2,242,355)
Other operating income	65,769	39,441	(137)	-	168,156	922,135	160,564	31,001	394,352	992,577
Other operating expenses	(152,538)	-	-	-	(358,841)	-	(120,475)	(49,363)	(631,854)	(49,363)
Interest income	-	-	-	-	-	-	-	120,064	-	120,064
Finance costs	(70,808)	(63,606)	-	-	-	-	(4,038)	-	(74,846)	(63,606)
Income tax	10,025	10,025	-	-	-	-	-	-	10,025	10,025
Profit / (Loss) for the year	(458,032)	(912,275)	(4,682)	(3,352)	(270,642)	799,315	(1,103,177)	(1,116,346)	(1,836,533)	(1,232,658)
<u>Discontinued operations:</u>										
Segment results	-	-	-	-	7,487,238	(2,933,763)	-	-	7,487,238	(2,933,763)
Total Profit / (Loss) for the year	-	-	-	-	7,487,238	(2,933,763)	-	-	5,650,705	(4,166,421)

15. **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 (cont'd)**

	Advanced materials & solutions		Commodities and mineral resources		Property and hospitality		Corporate revenue and expenses		Total continuing operations	
	FY2016 S\$ (Unaudited)	FY2015 S\$ (Audited)	FY2016 S\$ (Unaudited)	FY2015 S\$ (Audited)	FY2016 S\$ (Unaudited)	FY2015 S\$ (Audited)	FY2016 S\$ (Unaudited)	FY2015 S\$ (Audited)	FY2016 S\$ (Unaudited)	FY2015 S\$ (Audited)
Segment assets	2,828,822	4,891,522	-	-	15,175,435	62,254,131	10,522,473	2,062,329	28,526,730	69,207,982
Segment liabilities	994,412	2,532,262	3,099	2,500	105,446	46,611,975	369,536	376,514	1,472,493	49,523,251
Capital expenditure	2,823	16,515	-	-	-	53,092,260	-	-	2,823	53,108,775
Depreciation of property, plant and equipment	195,628	379,153	-	-	-	-	5,579	10,840	201,207	389,993
(Gain) / Loss on disposal of property, plant and equipment	-	-	-	-	-	-	-	-	-	-
(Gain) / Loss on disposal of investments held-for-trading	-	-	-	-	-	-	95,958	(34,125)	95,958	(34,125)
Impairment of goodwill	-	-	-	-	-	-	-	-	-	-
Fair value loss on held-for-trading investments	-	-	-	-	-	-	-	49,363	-	49,363
Impairment on property, plant and equipment	-	41,848	-	-	-	-	-	-	-	41,848

All assets and liabilities are allocated to reportable segments other than corporate assets and liabilities which cannot be attributed to any one operating segment.

15. **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. (cont'd)**

	Group	
	FY2016 S\$ (Unaudited)	FY2015 S\$ (Audited)
<u>Sales revenue</u>		
North Asia (1)	172,120	260,906
South Asia (2)	1,348,531	1,221,058
Singapore	1,696,147	2,148,452
Europe	689,295	233,167
United States	32,199	62,709
Others	191,867	357,377
	4,130,159	4,283,669
<u>Non-current assets</u>		
Singapore	1,548,076	3,133,843
Malaysia	-	-
	1,548,076	3,133,843

Notes:

(1) North Asia consists of China, South Korea, Japan, Bangladesh and Pakistan.

(2) South Asia consists of Thailand, Vietnam, India, Indonesia and Malaysia.

(3) Europe consists of Germany, France, United Kingdom and Liechtenstein.

Information about major customers

In 2016, S\$1.58 million (FY2015: S\$0.86 million) of revenue was generated from three (3) top customers from the Advanced Materials and Solutions segment, which accounted for 38.3% (FY2015: 19.2%) of total Group's revenue.

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

Since the group's diversification, it has engaged in property development business activities. FY2016 resulted in a profit of S\$5.65 million which was attributable from this segment. Management has identified and signed a joint venture agreement, teaming with Vietnamese partners to explore suitable locations in Vietnam for development. At the appropriate time, the Company will announce to shareholders the status of our property development segment.

In FY2016, subsidiaries in the Advanced Materials and Solutions segment reported better results while maintaining its revenue and there was an improvement of its gross profit margin by 23.55% over FY2015.

Management will continue its effort to improve the Group's revenue and earnings.

17. **A breakdown of sales.**

	Group		
	FY2016 (Unaudited) S\$	FY2015 (Audited) S\$	Increase / (Decrease) %
Sales reported for 1st half	2,027,541	1,974,737	2.67
Operating loss after tax before minority interest for 1st half	(807,378)	(1,242,808)	(35.04)
Sales reported for 2nd half	2,102,619	2,308,932	(8.94)
Operating income profit / (loss) after tax before minority interest for 2nd half	6,989,950	(2,892,919)	(341.62)

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

Not applicable. No dividend was declared.

19. Utilisation of Proceeds

As at the beginning of the financial year ended 31 December 2016, the Company had net proceeds of S\$18.25 million, comprising S\$14.16 million which was raised from a placement in March 2014, and S\$4.09 million which was raised from a warrant conversion exercise in December 2014. Out of the net proceeds of S\$18.25 million, as at 31 December 2016 S\$18.25 million were fully utilized for the following purposes, as set out below:

	Amount Allocated	Amount Utilised	Amount Unutilised
Use of Proceeds	S\$	S\$	S\$
(A) Net proceeds from share placement			
Undertaking of future acquisitions	11,868	11,868	-
Payment of professional fees	2,292	2,292	-
(B) Net proceeds from warrant conversion			
Administrative expenses	4,090	4,090	-
Total	18,250	18,250	-

20. Disclosure of person occupying a managerial position in the issuer or any of its principle subsidiaries who is a relative of a director or chief executive office 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 negative statement.

Pursuant to Rule 704(10) of the SGX-ST Listing Manual Section B: Rules of Catalist ("Listing Manual"), the Board of Directors of the Company would like to confirm that none of the persons occupying managerial positions in the Company or its principal subsidiaries is related to a Director or Chief Executive Officer or Substantial Shareholder of the Company.

BY ORDER OF THE BOARD

Lee Bee Fong
Company Secretary
1 March 2017