

VICPLAS INTERNATIONAL LTD
(COMPANY REGISTRATION NO. 199805362R)
FULL-YEAR FINANCIAL STATEMENT FOR THE YEAR ENDED 31 JULY 2014

- 1(a) An income statement for the Group together with a comparative statement for the corresponding period of the immediately preceding financial year.

		Group	
		S\$'000	%
		31 Jul 2014	31 Jul 2013
			Increase/(Decrease)
1	Revenue	63,263	86,145
			(26.6)
2	Other income	1,424	1,316
			8.2
3	Changes in inventories of finished goods and work-in progress	(251)	1,014
			nm
4	Raw materials and consumables used	(24,242)	(24,517)
			(1.1)
5	Purchase of finished goods for resale	(4,110)	(2,968)
			38.5
6	Employee benefit expense	(17,650)	(24,475)
			(27.9)
7	Depreciation and amortisation expenses	(3,693)	(3,830)
			(3.6)
8	Other operating expenses	(17,568)	(22,252)
			(21.0)
9	Finance cost	(1)	(26)
			(96.2)
10	Write off of property, plant and equipment	(2)	(747)
			(99.7)
11	Impairment of property, plant and equipment	-	(1,796)
			nm
12	(Loss) Profit before income tax	(2,830)	7,864
			nm
13	Income tax expense	(1,243)	(2,318)
			(46.4)
14	(Loss) Profit for the year	(4,073)	5,546
			nm
Other comprehensive income:			
<i>Items that will not be subsequently reclassified to profit or loss</i>			
	Revaluation of property	3,062	-
			nm
<i>Items that may be subsequently reclassified to profit or loss</i>			
	Exchange differences on translation of foreign operations	(75)	192
			nm
	Available for sale investment	-	(113)
			nm
		(75)	79
			nm
	Other comprehensive income for the year	2,987	79
			3,681.0
	Total comprehensive (loss) income for the year	(1,086)	5,625
			nm
	(Loss) Profit attributable to owners of the Company	(4,073)	5,546
			nm
	Total comprehensive (loss) income attributable to owners of the Company	(1,086)	5,625
			nm

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.

	Group		Company	
	31 Jul 2014	31 Jul 2013	31 Jul 2014	31 Jul 2013
	S\$'000	S\$'000	S\$'000	S\$'000
ASSETS				
Current assets:				
Cash and bank balances	8,079	18,332	42	1,646
Trade receivables	18,987	16,839	-	-
Other receivables	3,969	1,774	26,274	15,519
Inventories	6,939	7,789	-	-
Club membership	-	27	-	-
Total current assets	37,974	44,761	26,316	17,165
Non-current assets:				
Investment property	6,137	-	-	-
Property, plant and equipment	17,791	20,339	-	-
Intangible assets	195	383	-	-
Subsidiaries	-	-	31,155	31,034
Total non-current assets	24,123	20,722	31,155	31,034
Total assets	62,097	65,483	57,471	48,199
LIABILITIES AND EQUITY				
Current liabilities:				
Amount owing to banks	1,041	749	-	-
Trade payables	3,921	2,464	-	-
Other payables	4,863	9,544	936	866
Income tax payable	1,098	843	-	9
Current portion of finance leases	5	8	-	-
Total current liabilities	10,928	13,608	936	875
Non-current liabilities:				
Finance leases	5	11	-	-
Deferred tax liability	1,619	1,279	-	-
Total non-current liabilities	1,624	1,290	-	-
Capital and reserves:				
Share capital	46,767	46,767	46,767	46,767
Treasury shares	(37)	(13)	(37)	(13)
Share option reserve	693	623	693	623
Currency translation reserve	(93)	(18)	-	-
Revaluation reserve	3,062	-	-	-
Accumulated (loss) profit	(847)	3,226	9,112	(53)
Equity attributable to owners of the Company and total equity	49,545	50,585	56,535	47,324
Total liabilities and equity	62,097	65,483	57,471	48,199

Notes : -

1 Revenue comprises:

	31 Jul 2014	31 Jul 2013
	S\$'000	S\$'000
Medical devices	21,425	49,346
Pipes and pipe fittings	41,838	36,799
Total	63,263	86,145

2 Other income comprises:

	31 Jul 2014	31 Jul 2013
	S\$'000	S\$'000
Gain on disposal of available for sale investment	-	234
Gain from disposal of property, plant and equipment	55	19
Government grant	76	82
Interest income from outside parties	24	24
Project development income	389	-
Income from mould and maintenance services (net) from:		
-Related parties	-	191
-Outside parties	621	366
Miscellaneous income from:		
-Ultimate holding company	14	14
-Subsidiaries of ultimate holding company	-	9
-Outside parties	173	271
Rental income from subsidiaries of ultimate holding company	72	72
Net foreign exchange gain	-	34
Total	1,424	1,316

3 Other operating expenses comprises:

Allowance for doubtful trade receivables
Allowance for inventory obsolescence
Audit fees
Computer expenses
Impairment loss on club memberships
Insurance
Laboratory and testing
Net foreign exchange loss
Professional fees
Factory consumables
Packing materials
Property tax
Rental of premises and equipment
Repair and maintenance
Retrenchment cost
Sterilisation and decontamination
Transportation and freight
Travelling and entertainment
Upkeep of factory premises
Upkeep of vehicles
Water and electricity
Tooling expenses
Others
Total

31 Jul 2014 S\$'000	31 Jul 2013 S\$'000
(151)	(336)
(108)	(208)
(169)	(169)
(199)	(301)
-	(23)
(365)	(111)
(201)	(259)
(286)	-
(638)	(155)
(379)	(947)
(590)	(1,359)
(151)	(157)
(1,515)	(1,623)
(1,585)	(1,391)
-	(3,000)
(422)	(965)
(1,507)	(2,109)
(1,388)	(970)
(486)	(1,092)
(297)	(312)
(2,969)	(3,395)
(818)	-
(3,344)	(3,370)
(17,568)	(22,252)

Other operating expenses comprise of administration expenses and marketing expenses.

4 Income tax expenses comprises:

Current tax
Adjustment in respect of underprovision of taxation in prior year
Deferred Tax
Withholding tax
Total

31 Jul 2014 S\$'000	31 Jul 2013 S\$'000
(787)	(2,191)
(528)	(180)
107	86
(35)	(33)
(1,243)	(2,318)

Withholding tax was paid to the Malaysian authority in respect of rental charges and management consultancy fee from a subsidiary.

5 nm – not meaningful

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

Amount repayable in one year or less, or on demand

As at 31 Jul 2014		As at 31 Jul 2013	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
1,046	-	757	-

Amount repayable after one year

As at 31 Jul 2014		As at 31 Jul 2013	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
5	-	11	-

Details of any collateral

The Group's bank borrowings are secured by way of legal mortgages over its leasehold land and buildings of carrying value of approximately \$11,798,000 (31 July 2013: \$8,610,000) and a corporate guarantee by the Company of \$9,685,000 (31 July 2013: \$9,685,000). The Group's obligations under finance leases are secured by the lessors' title to the leased assets with carrying value of approximately \$21,000 (31 July 2013: \$36,000).

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.

	1 Aug 2013 to 31 Jul 2014 S\$'000	1 Aug 2012 to 31 Jul 2013 S\$'000
Operating activities:		
(Loss) Profit before income tax	(2,830)	7,864
Adjustments for:		
Allowance for doubtful trade receivables	151	336
Allowance for inventory obsolescence	108	208
Amortisation of intangible assets	188	187
Depreciation of property, plant and equipment	3,505	3,643
Gain on disposal of club membership	-	26
Gain on disposal of property, plant and equipment	(55)	(19)
Gain on disposal of available-for-sale investments	-	(234)
Impairment loss on club memberships	-	23
Impairment of property, plant and equipment	-	1,796
Interest income	(24)	(24)
Interest expense	1	26
Share-based payment expenses	70	165
Write off of property, plant and equipment	2	747
Operating cash flows before movements in working capital	1,116	14,744
Trade receivables	(2,299)	(2,088)
Other receivables	(2,195)	(511)
Inventories	742	(792)
Trade payables	1,457	(2,852)
Other payables	(4,681)	2,864
Cash (used in) generated from operations	(5,860)	11,365
Interest paid	(1)	(26)
Interest received	24	24
Tax paid	(1,249)	(1,971)
Net cash (used in) from operating activities	(7,086)	9,392
Investing activities:		
Purchase of property, plant and equipment (see (a))	(3,431)	(7,570)
Proceeds on disposal of property, plant and equipment	59	230
Proceeds on disposal of available-for-sale investments	-	326
Net cash used in investing activities	(3,372)	(7,014)
Financing activities:		
Proceed from bank borrowings	292	203
Repayment of obligation under finance leases	(9)	(111)
Payment of dividend	-	(912)
Purchase of treasury shares	(24)	(13)
Proceeds from exercise of share options	-	56
Net cash from (used in) financing activities	259	(777)
Net (decrease) increase in cash and cash equivalents	(10,199)	1,601
Cash and cash equivalents at beginning of period	18,332	16,572
Effect of foreign exchange rate changes	(54)	159
Cash and cash equivalents at end of period	8,079	18,332
Analysis of the balances of cash and cash equivalents		
Cash and bank balances	8,079	18,332

Note (a):

During the period, the Group acquired property, plant and equipment with an aggregate cost of \$3,431,000 (31 July 2013: \$7,774,000) of which \$Nil (31 July 2013: \$90,000) was acquired and remain unpaid at year end. Cash payments of \$3,431,000 (31 July 2013: S\$7,570,000) were made to purchase property, plant and equipment and \$Nil (31 July 2013: \$114,000) offset by deposit made in prior year.

1(d)(i) A statement for the issuer and Group showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Share capital	Treasury shares	Share option reserve	Currency translation reserve	Revaluation reserve	Accumulated (losses) / profit	Attributable to owners of the Company
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
FY 2014							
Group							
Balance at 31 Jul 2013	46,767	(13)	623	(18)	-	3,226	50,585
Total comprehensive income for the year:							
Loss for the year	-	-	-	-	-	(4,073)	(4,073)
Other comprehensive income for the year	-	-	-	(75)	3,062	-	2,987
Total	-	-	-	(75)	3,062	(4,073)	(1,086)
Transactions with owners, recognised directly in equity:							
Repurchase of shares	-	(24)	-	-	-	-	(24)
Recognition of share-based payment	-	-	70	-	-	-	70
Total	-	(24)	70	-	-	-	46
Balance at 31 Jul 2014	46,767	(37)	693	(93)	3,062	(847)	49,545
Company							
Balance at 31 Jul 2013	46,767	(13)	623	-	-	(53)	47,324
Total comprehensive income for the year:							
Profit for the year	-	-	-	-	-	9,165	9,165
Transactions with owners, recognised directly in equity:							
Repurchase of shares	-	(24)	-	-	-	-	(24)
Recognition of share-based payment	-	-	70	-	-	-	70
Total	-	(24)	70	-	-	-	46
Balance at 31 Jul 2014	46,767	(37)	693	-	-	9,112	56,535
FY 2013							
Group							
Balance at 31 Jul 2012	45,368	-	458	(210)	757	(709)	45,664
Total comprehensive income for the year:							
Profit for the year	-	-	-	-	-	5,546	5,546
Transfer to retained earnings	-	-	-	-	(644)	644	-
Other comprehensive income for the year	-	-	-	192	(113)	-	79
Total	-	-	-	192	(757)	6,190	5,625
Transactions with owners, recognised directly in equity:							
Issue of share capital	1,399	-	-	-	-	-	1,399
Repurchase of shares	-	(13)	-	-	-	-	(13)
Dividends	-	-	-	-	-	(2,255)	(2,255)
Recognition of share-based payment	-	-	165	-	-	-	165
Total	1,399	(13)	165	-	-	(2,255)	(704)
Balance at 31 Jul 2013	46,767	(13)	623	(18)	-	3,226	50,585
Company							
Balance at 31 Jul 2012	45,368	-	458	-	-	4,377	50,203
Total comprehensive income for the year:							
Loss for the year	-	-	-	-	-	(2,175)	(2,175)
Transactions with owners, recognised directly in equity:							
Issue of share capital	1,399	-	-	-	-	-	1,399
Repurchase of shares	-	(13)	-	-	-	-	(13)
Dividends	-	-	-	-	-	(2,255)	(2,255)
Recognition of share-based payment	-	-	165	-	-	-	165
Total	1,399	(13)	165	-	-	(2,255)	(704)
Balance at 31 Jul 2013	46,767	(13)	623	-	-	(53)	47,324

- 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 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 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.

Changes in share capital

	Number of shares			
	As at 31 Jul 2014		As at 31 Jul 2013	
	Number of shares	\$'000	Number of shares	\$'000
Balance at the beginning of the financial period	464,044,829	46,767	450,323,426	45,368
Issue of shares pursuant to exercise of share options	-	-	750,000	56
Issue of shares pursuant to the application of the VicPlas International Ltd Scrip Dividend Scheme to the final dividend of S\$0.005 per share for the financial year ended 31 July 2012	-	-	12,971,403	1,343
Balance at the end of the financial period	464,044,829	46,767	464,044,829	46,767

Outstanding share options

Grant date	Exercise price per share	Number of share options					Exercise period
		As at 31 Jul 2013	Issued	Forfeited	Exercised	As at 31 Jul 2014	
27 January 2011	\$ 0.080	3,000,000	-	-	-	3,000,000	28 January 2012 to 27 January 2021
1 April 2011	0.075	35,250,000	-	(2,000,000)	-	33,250,000	2 April 2012 to 1 April 2021
27 March 2014	0.067	-	3,000,000	-	-	3,000,000	28 March 2015 to 27 March 2019
		38,250,000	3,000,000	(2,000,000)	-	39,250,000	

- 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.

The total number of issued shares excluding treasury shares:

As at 31 Jul 2014	As at 31 Jul 2013
463,583,829	463,893,829

The total number of issued shares as at 31 July 2014 was 464,044,829 (31 July 2013: 464,044,829) of which 461,000 shares (31 July 2013: 151,000) were held as treasury shares.

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

	As at 31 Jul 2014		As at 31 Jul 2013	
	Number of shares	S\$'000	Number of shares	S\$'000
Balance at the beginning of the financial period	151,000	13	-	-
Share buyback	310,000	24	151,000	13
Balance at the end of the financial period	461,000	37	151,000	13

There were no sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

- 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 our 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

The same accounting policies and methods of computation are followed in the financial statement as compared with the most recent audited annual financial statements except for the adoption of new and revised accounting standards (including its consequential amendments) and interpretations applicable for the financial period beginning 1 August 2013.

The adoption of these new/revised accounting standards (including its consequential amendments) and interpretations does not result in changes to the Group's and Company's accounting policies and has no material effect on the full year announcement.

- 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.

Not applicable.

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

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

(a) Based on weighted average number of ordinary shares in issue
- Weighted average number of shares

(b) On a fully diluted basis
- Adjusted weighted average number of shares

31 Jul 2014 (in cents)	31 Jul 2013 (in cents)
(0.88)	1.21
464,044,829	457,517,447
(0.87)	1.19
466,962,508	465,113,993

- 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 current financial period reported on and the immediately preceding financial year.

Group

Net asset value per ordinary share

31 Jul 2014 (in cents)	31 Jul 2013 (in cents)
10.69	10.90

Company

Net asset value per ordinary share

31 Jul 2014 (in cents)	31 Jul 2013 (in cents)
12.20	10.20

The calculation of net asset value per ordinary share is based on 463,583,829 ordinary shares in issue excluding treasury shares as at 31 July 2014 (31 July 2013: 463,893,829 ordinary shares).

- 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 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 period reported on.

Income statement

Revenue for the Group decreased to \$63.3 million for the year ended 31 July 2014 ("FY2014") as compared to S\$86.1 million for the year ended 31 July 2013 ("FY2013"). Revenue for the medical devices segment was \$21.4 million in FY2014, a decrease of 56% from FY2013 due to the decrease in purchase orders from its major customer. Revenue for the pipes and pipe fitting segment improved by 14% to \$41.8 million in FY2014 due to the continuing requirement for residential homes in Singapore, increase in sale of pipes for power cables and tele-communication cables in the civil engineering sector and expansion of product range.

Other income increased as there was increased mould making work for the customers in the medical devices segment.

Raw material and consumables were similar to last year despite the reduction in revenue due to (i) additional material used for the process of validation and qualification for starting manufacturing activities in the Changzhou facility; and (ii) the change in product mix arising from the cessation of a line of medical products.

Purchase of finished goods for resale increased as a result of the increase in revenue and product offerings of the pipes and pipe fittings segment.

Employee benefits expense and Other operating expenses decreased due to the cessation of medical devices manufacturing operations in Singapore.

In FY2014, there was no impairment or write off of property, plant and equipment. In contrast, there was a write off of property, plant and equipment amounting to \$0.7 million and an impairment of property, plant and equipment of \$1.8 million last year related to the cessation of medical devices manufacturing operations in Singapore.

Despite the Group being in a net loss position for FY2014, the Group had incurred tax expense due to the pipes and pipe fittings segment which was profitable and prior year underprovision for tax expense in the medical devices segment as certain retrenchment expenses were not tax deductible.

Overall, the Group was in a net loss position of \$4.1 million in FY2014 as the loss of the medical devices segment was greater than the positive contribution of the pipes and pipes fittings segment, which accorded with the previous announcement.

Statement of financial position

Cash and bank balances decreased significantly from \$18.3 million in FY2013 to \$8.1 million as at 31 July 2014 due primarily to the retrenchment payments relating to the cessation of medical devices manufacturing operations in Singapore; and the loss making operations of, and the investment in, the medical devices segment.

Trade receivables increased due to the increase in revenue of the pipes and pipe fittings segment which is related to the construction industry where the payment norm is 90 to 120 days. This increase offsetted the decrease in trade receivables in the medical devices segment where the payment norm is 30 to 60 days. The provision for doubtful receivables remained at a similar amount as last year of \$0.5 million.

Other receivables increased due to deposits placed for customs handbook as well as value added tax paid to the China government in conjunction with the increased activities in the Changzhou facility.

With the cessation of medical devices manufacturing operations in Singapore, the excess space in the building is currently being marketed for rent. Accordingly a portion of the building was transferred from Property, plant and equipment to Investment property and carried at fair value.

The decrease in Trade and Other payables from \$12.0 million as at 31 July 2013 to \$8.8 million as at 31 July 2014 was mainly due to the retrenchment payout related to the cessation of medical devices manufacturing operations in Singapore.

Cash flow

Net cash from operating activities in FY2014 was an outflow of \$7.1 million as compared to an inflow of \$9.4 million last year mainly due to the lower performance of the Group in FY2014 and the retrenchment payments for the cessation of the medical devices manufacturing operations in Singapore. Net cash used in investing activities decreased to \$3.4 million from \$7.0 million last year as the construction costs incurred with the set up of the Changzhou facility decreased.

Overall the Group had cash and bank balances of \$8.1 million as at 31 July 2014.

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

There was no forecast or prospect statement disclosed to shareholders previously.

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.

Medical devices segment

In the next 12 months, this segment will continue to scale up the operations in the Changzhou facility. The segment is focusing on improving its performance with cost cutting and obtaining more customer orders. This segment has also been receiving new purchase orders from its major customer on a monthly basis. The segment also intends to explore inorganic growth opportunities.

Pipes and pipe fittings segment

The construction industry in Singapore is expected to remain stable in the next 12 months, though some construction projects may be delayed by the measures to restrict the number of foreign workers in Singapore. This segment will continue its strategy of expanding its current product range so as to attract new customers and provide better service to existing customers. It will also market its products for potential projects in Malaysia. Management continues to exercise prudence in managing the key risk of collectibility of receivables.

Although the Group expects the medical devices segment to continue to incur losses in the financial year ending 31 July 2015 ("FY2015"), it does not currently expect such losses to be greater than the positive contribution from the pipes and pipe fittings segment, thereby leading to an expected overall improvement in the Group's performance in FY2015 (barring unforeseen circumstances).

11 Dividend

(a) Current financial period reported on

No dividend was declared for the current financial period reported on.

(b) Corresponding period of the immediately preceding financial year

No dividend was declared for the corresponding period of the immediately preceding financial year.

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

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

There was no dividend declared or recommended for the period under review.

13 **Interested person transactions.**

Name of interested person	Aggregate value of all interested person transactions during the financial period under review (excluding transactions less than S\$100,000 and transaction under shareholders' mandate pursuant to Rule 920) S\$'000	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000) S\$'000
Sales of goods to subsidiaries and associates of Venner Capital S.A.	-	1,722
Income from mould and maintenance services received from subsidiaries and associates of Venner Capital S.A.	-	-

14 **Segmented revenue and results for business or geographical segments of the group in the form presented in the issuer's most recent audited annual financial statements, with comparative information for the immediately preceding year.**

	Medical devices		Pipes & Pipe fittings		Eliminations		Total	
	31 Jul 2014	31 Jul 2013	31 Jul 2014	31 Jul 2013	31 Jul 2014	31 Jul 2013	31 Jul 2014	31 Jul 2013
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Revenue								
External sales	21,425	49,346	41,838	36,799	-	-	63,263	86,145
Results								
Segment result	(9,199)	3,413	8,439	6,862	(624)	(846)	(1,384)	9,429
Unallocated expenses							(1,469)	(1,563)
Interest expense	-	-	(1)	(26)	-	-	(1)	(26)
Interest income	-	-	24	24	-	-	24	24
Profit before income tax							(2,830)	7,864
Income tax expense							(1,243)	(2,318)
Profit for the year							(4,073)	5,546
Other information								
Capital expenditure	1,647	6,029	1,784	1,745	-	-	3,431	7,774
Depreciation and amortisation	(2,354)	(2,655)	(1,339)	(1,175)	-	-	(3,693)	(3,830)
Impairment loss recognised in profit and loss	-	(1,796)	-	-	-	-	-	(1,796)
Balance Sheet								
Assets								
Segment assets	21,631	31,682	40,409	32,141	-	-	62,040	63,823
Unallocated corporate assets							57	1,660
Consolidated total assets							62,097	65,483
Liabilities								
Segment liabilities	5,224	8,061	6,605	5,965	-	-	11,829	14,026
Unallocated corporate liabilities							723	872
Consolidated total liabilities							12,552	14,898

Geographical segments

	Revenue		Segment assets		Additions to property, plant and equipment	
	31 Jul 2014	31 Jul 2013	31 Jul 2014	31 Jul 2013	31 Jul 2014	31 Jul 2013
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Singapore	58,824	82,652	40,801	48,228	1,588	1,789
Malaysia	4,417	3,162	5,272	4,457	211	421
China	22	331	16,024	12,798	1,632	5,564
	63,263	86,145	62,097	65,483	3,431	7,774

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

Please refer to paragraph 8.

16 A breakdown of sales

	Group		
	31 Jul 2014 S\$'000	31 Jul 2013 S\$'000	Increase/ (Decrease) %
Sales reported for first half	30,076	46,448	(35.2)
Sales reported for second half	33,187	39,697	(16.4)
	63,263	86,145	(26.6)
(Loss) Profit after tax reported for first half	(1,745)	5,407	nm
(Loss) Profit after tax reported for second half	(2,328)	139	nm
	(4,073)	5,546	nm

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

Not applicable.

18 Notification pursuant to Rule 704(13) of the Listing Manual

Pursuant to Rule 704(13) of the SGX Listing Manual, the Company wishes to inform that there is no managerial position in the Company or any of its principal subsidiaries occupied by a person who is a relative of a director or chief executive officer or substantial shareholder of the Company.

BY ORDER OF THE BOARD

Mark Samlal
Chief Executive Officer
29 September 2014