

Full Year Financial Statements And Dividend Announcement for the Year Ended 31 Aug 2014

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

1(a)(i) A consolidated statement of comprehensive income (for the group) for the financial year ended 31 August 2014 together with a comparative figures for the corresponding period of the immediately preceding financial year.

	Group		
	For the 12 months ended 31 Aug 2014 (S\$'000)	For the 12 months ended 31 Aug 2013 (S\$'000)	Increase/ (Decrease) %
Revenue	69,016	126,753	(45.55)%
Cost of sales	(57,277)	(117,267)	(51.16)%
Gross profit	11,739	9,486	23.75%
Other items of income			
Other income	575	542	6.09%
Interest income	47	44	6.82%
Other items of expense			
Distribution and selling expenses	(5,716)	(5,763)	(0.82)%
Administrative expenses	(3,785)	(3,631)	4.24%
Other expenses	(374)	(14)	NM
Finance costs	(62)	(160)	(61.25)%
Profit before tax	2,424	504	NM
Income tax expense	(307)	(58)	NM
Profit for the financial year	2,117	446	NM
Other comprehensive income:			
<i>Item that will not be reclassified subsequently to profit or loss</i>			
Remeasurement of defined benefit pension scheme	28	5	NM
<i>Item that may be reclassified subsequently to profit or loss</i>			
Exchange differences arising from translation of foreign operations	(96)	241	NM
Other comprehensive income for the year, net of tax	(68)	246	NM
Total comprehensive income for the year	2,049	692	NM
Profit attributable to:			
Owners of the parent	2,104	445	NM
Non-controlling interests	13	1	NM
	2,117	446	NM
Total comprehensive income attributable to:			
Owners of the parent	2,040	679	NM
Non-controlling interests	9	13	(30.77)%
	2,049	692	NM

1(a) (ii) Other information

	Group		Increase/ (Decrease)
	For the 12 months ended 31/08/2014 (S\$'000)	For the 12 months ended 31/08/2013 (S\$'000)	%
Acquisition cost	(244)	-	NM
Allowance for inventory obsolescence	(113)	(29)	NM
Allowance for inventory obsolescence written back	29	-	NM
Compensation from customer	119	-	NM
Amortisation of intangible asset	(55)	-	NM
Depreciation of property, plant and equipment	(1,281)	(1,477)	(13.27%)
Foreign exchange (loss) / gain, net	(126)	89	NM
Gain on disposal of property, plant and equipment	90	2	NM
Government grants	108	111	(2.70)%
Inventory written off	-	(2)	100.00%
Property, plant and equipment written off	(4)	(14)	(71.43)%

NM-Not Meaningful

- (b) (i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

**Statements of Financial Position
as at 31 August 2014**

	Group 31 Aug 2014 S\$ '000	Group 31 Aug 2013 S\$ '000	Increase/ (Decrease) %	Company 31 Aug 2014 S\$ '000	Company 31 Aug 2013 S\$ '000	Increase/ (Decrease) %
ASSETS						
Non-current assets						
Property, plant and equipment	4,618	4,920	(6.14)%	111	53	NM
Intangible assets	113	-	NM	113	-	NM
Investment in subsidiaries	-	-	NM	4,533	4,533	-
Goodwill on consolidation	112	112	-	-	-	NM
Due from subsidiaries (non-trade)	-	-	NM	734	1,825	(59.78)%
	4,843	5,032	(3.76)%	5,491	6,411	(14.35)%
Current assets						
Inventories	4,573	5,151	(11.22)%	2,648	2,778	(4.68)%
Trade receivables	14,277	11,609	22.98%	9,110	7,293	24.91%
Other receivables and deposits	351	465	(24.52)%	190	229	(17.03)%
Prepayments	106	117	(9.40)%	59	47	25.53%
Due from a related company (trade)	-	3	(100.00)%	-	-	NM
Cash and cash equivalents	4,444	4,026	10.38%	1,386	536	NM
	23,751	21,371	11.14%	13,393	10,883	23.06%
Total assets	28,594	26,403	8.30%	18,884	17,294	9.19%
Current liabilities						
Trade payables	9,489	12,060	(21.32)%	4,277	5,940	(28.00)%
Other payables and accruals	2,885	2,542	13.49%	1,569	1,508	4.05%
Due to related companies (trade)	-	118	(100.00)%	-	8	(100.00)%
Due to holding company(trade)	-	123	(100.00)%	-	123	(100.00)%
Due to subsidiaries (trade)	-	-	NM	309	121	NM
Provisions	-	23	(100.00)%	-	23	(100.00)%
Current income tax payable	182	-	NM	-	-	NM
Loans and borrowings	31	2,382	(98.70)%	31	1,885	(98.36)%
	12,587	17,248	(27.02)%	6,186	9,608	(35.62)%
Net current assets	11,164	4,123	NM	7,207	1,275	NM
Non-current liabilities						
Provisions	444	487	(8.83)%	154	229	(32.75)%
	444	487	(8.83)%	154	229	(32.75)%
Total liabilities	13,031	17,735	(26.52)%	6,340	9,837	(35.55)%
Net assets	15,563	8,668	79.55%	12,544	7,457	68.22%
Equity						
Share capital	26,178	21,332	22.72%	26,178	21,332	22.72%
Reserves	(10,912)	(12,952)	(15.75)%	(13,634)	(13,875)	(1.74)%
Equity attributable to equity holders of the parent	15,266	8,380	82.17%	12,544	7,457	68.22%
Non-controlling interests	297	288	3.13%	-	-	NM
Total equity	15,563	8,668	79.55%	12,544	7,457	68.22%

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

Amount repayable in one year or less, or on demand

As at 31.08.2014		As at 31.08.2013	
Secured S\$ ' 000	Unsecured S\$ ' 000	Secured S\$ ' 000	Unsecured S\$ ' 000
31	-	2,382	-

Amount repayable after one year

As at 31.08.2014		As at 31.08.2013	
Secured S\$ ' 000	Unsecured S\$ ' 000	Secured S\$ ' 000	Unsecured S\$ ' 000
-	-	-	-

Details of any collateral

Nil

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

Consolidated Statement of Cash Flows

	For the 12 months ended 31 Aug 2014 S\$'000	For the 12 months ended 31 Aug 2013 S\$'000
Cash flows from operating activities		
Profit before income tax	2,424	504
Adjustments:		
Allowance for inventory obsolescence	113	29
Allowance for inventory obsolescence written back	(29)	-
Amortisation of computer software	55	-
Depreciation of property, plant and equipment	1,281	1,477
Finance costs	62	160
Gain on disposal of property, plant and equipment	(90)	(2)
Interest income	(47)	(44)
Inventories written off	-	2
Property, plant and equipment written off	4	14
Provisions made	-	107
Operating cash flows before working capital changes	3,773	2,247
Working capital changes:		
Inventories	496	(1,137)
Trade receivables	(2,726)	4,655
Other receivables and deposits	95	(155)
Prepayments	11	(3)
Due from a related company	3	6
Trade payables	(2,570)	(2,784)
Other payables and accruals	343	268
Due to holding company	(123)	(25)
Due to related companies	(118)	49
Provisions settled	(38)	(89)
Cash flows (used in)/generated from operations	(854)	3,032
Interest received	47	44
Interest paid	(62)	(160)
Income taxes paid	(105)	(166)
Net cash (used in)/generated from operating activities	(974)	2,750
Cash flows from investing activities		
Proceeds from disposal of property, plant and equipment	91	202
Purchase of intangible assets	(168)	-
Purchase of property, plant and equipment	(984)	(1,030)
Net cash used in investing activities	(1,061)	(828)
Cash flows from financing activities		
Dividend paid to a non-controlling interest	-	(26)
Proceeds from bank loans	-	477
Proceeds from issue of share capital	4,846	-
Repayment of bank loans	(1,906)	(1,895)
Repayment of obligations under finance leases	(477)	(519)
Net cash generated from/(used in) financing activities	2,463	(1,963)
Net increase/(decrease) in cash and cash equivalents	428	(41)
Effect of foreign exchange rate changes in cash and cash equivalents	(10)	(56)
Cash and cash equivalents at beginning of financial year	4,026	4,123
Cash and cash equivalents at end of financial year	4,444	4,026
Reconciliation of cash and cash equivalents		
Cash and bank balances	2,435	2,786
Fixed deposits	2,009	1,240
	4,444	4,026
The Group's additions to property, plant and equipment during the financial year were financed as follows:		
Additions of property, plant and equipment	1,025	1,030
Acquired under finance lease agreements	(41)	-
Cash payments to acquire property, plant and equipment	984	1,030

- 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.

Statements of Changes in Equity

For the year ended 31 August 2014

	Share Capital	Statutory reserve fund	Foreign currency translation reserves	Accumulated losses	Total equity attributable to holders of the company	Non-controlling interests	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
The Group							
Balance at 1 September 2012	21,332	198	(2)	(13,827)	7,701	301	8,002
Net profit for the financial year	-	-	-	445	445	1	446
Other comprehensive income for the financial year							
Remeasurement of defined benefit pension scheme	-	-	-	5	5	-	5
Exchange differences arising from translation of operation	-	-	229	-	229	12	241
Total other comprehensive income for the financial year	-	-	229	5	234	12	246
Total comprehensive income for the financial year	-	-	229	450	679	13	692
Transactions with owners of the parent recognised directly in equity							
Dividend paid to non-controlling interest	-	-	-	-	-	(26)	(26)
Transfer to statutory reserve fund	-	155	-	(155)	-	-	-
Total transactions with owners of the parent recognised directly in equity	-	155	-	(155)	-	(26)	(26)
Balance at 1 September 2013	21,332	353	227	(13,532)	8,380	288	8,668
Net profit for the financial year	-	-	-	2,104	2,104	13	2,117
Other comprehensive income for the financial year							
Remeasurement of defined benefit pension scheme	-	-	-	28	28	-	28
Exchange differences arising from translation of operation	-	-	(92)	-	(92)	(4)	(96)
Total other comprehensive income for the financial year	-	-	(92)	28	(64)	(4)	(68)
Total comprehensive income for the financial year	-	-	(92)	2,132	2,040	9	2,049
Transactions with owners of the parent recognised directly in equity							
Issue of ordinary shares	4,846	-	-	-	4,846	-	4,846
Transfer to statutory reserve fund	-	27	-	(27)	-	-	-
Total transactions with owners of the parent recognised directly in equity	4,846	27	-	(27)	4,846	-	4,846
Balance at 31 August 2014	26,178	380	135	(11,427)	15,266	297	15,563

Statements of Changes in Equity

For the year ended 31 August 2013

The Company

Balance at 1 September 2012

Net profit for the financial year
Total comprehensive income for the financial year

Balance at 1 September 2013

Net profit for the financial year
Total comprehensive income for the financial year

Transactions with owners, recognised directly in equity

Issue of ordinary shares

Balance at 31 August 2014

Share Capital	Statutory reserve fund	Foreign currency translation reserves	Accumulated losses	Total equity attributable to holders of the company	Non-controlling interests	Total
S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
21,332	-	-	(13,886)	7,446	-	7,446
-	-	-	11	11	-	11
-	-	-	11	11	-	11
21,332	-	-	(13,875)	7,457	-	7,457
-	-	-	241	241	-	241
-	-	-	241	241	-	241
4,846	-	-	-	4,846	-	4,846
4,846	-	-	-	4,846	-	4,846
26,178	-	-	(13,634)	12,544	-	12,544

- 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 others issues of equity securities, issues 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.**

On 22 October 2013, the Company issued 76,275,000 new shares in the capital of the Company to Roots Capital Asia Limited and 55,234,000 new shares in the capital of the Company to various placees, at an issue price of S\$0.024 per share, pursuant to a resolution passed by members of the Company on 16 October 2013.

On 17 March 2014, the Company issued 52,000,000 new shares in the capital of the Company to various placees at an issue price of S\$0.0325 per share, pursuant to a resolution passed by members of the Company on 26 December 2013.

There are no outstanding convertible securities nor treasury shares.

- 1 (d)(iii) **Total number of issued shares excluding treasury shares as at the end of the current financial period and as at end of the immediately preceding year.**

	31 Aug 2014	31 Aug 2013
Total number of issued shares (excluding treasury shares)	315,018,657	131,509,657

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

There were no sales, transfers, disposals, cancellation and/or use of treasury shares for the financial year ended 31 August 2014.

- 2 **Whether the figures have been audited, or reviewed and in accordance with which standard (e.g. the Singapore Standard on Auditing 910 (Engagement to review Financial Statement), or an equivalent standard)**

The figures have not been audited or reviewed by the external auditor.

- 3 **Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of matter)**

Not applicable

- 4 **Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.**

The Group has applied the same accounting policies and methods of computation in the financial statements for the current reporting period compared with the audited financial statements for the year ended 31.08.2013 as well as the new/revised Financial Reporting Standards (FRS) which became effective for financial years beginning on or after 01.09.2013.

- 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 effects of, the change.**

The adoption of the new/revised FRS did not result in any material impact on the Group's results.

- 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.**

	31 Aug 2014 S\$(Cents)	31 Aug 2013 S\$(Cents)
Based on the No. of shares in issue during the year	0.78	0.34
On fully diluted basis	0.78	0.34

"Item 6: The earnings per share for the financial year ended 31 August 2014 is calculated based on the weighted average share capital in issue during the period of 268,577,673 ordinary shares (31 August 2013: 131,509,657 ordinary shares)"

- 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 Aug 2014 S\$(Cents)	31 Aug 2013 S\$(Cents)	31 Aug 2014 S\$(Cents)	31 Aug 2013 S\$(Cents)
Net assets value per ordinary share based on issued share of the company at the end of the financial year (Singapore cents)	4.94	6.59	3.98	5.67

"Item 7: The net assets value per share for the year ended 31 August 2014 is calculated based on the share capital in issue at the end of the year of 315,018,657 ordinary shares (31 August 2013: 131,509,657 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 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.

Consolidated Statement of Comprehensive Income

- The Group achieved a turnover of S\$69.02 million for Financial Year 2014. This is a decrease of S\$57.74 million from Financial Year 2013. The reduction is due to the discontinuation of a turn-key project in March 2014.
- The change in product mix resulted in a better gross margin of 17.01%, as compared to a gross margin of 7.48% for Financial Year 2013. Gross profit for Financial Year 2014 was S\$11.74 million.
- Other Expenses increased by S\$0.36 million over Financial Year 2013. This includes expenses of S\$0.24 million relating to the acquisition of a stake in Cepu Sakti Energy Pte Ltd, which was completed in September 2014.
- Financial expenses decreased by S\$0.10 million over Financial Year 2013 due to the full settlement of the outstanding amount owing to the financial institutions by the Company during the year.

- (v) The Group achieved a net profit after tax of S\$2.12 million for Financial Year 2014, as compared to a net profit after tax of S\$0.45 million for Financial Year 2013

Statements of Financial Position

- (vi) Share capital increased by S\$4.85 million due to the issue of 183.51 million new shares in the Company during the financial year.
- (vii) Due to the current product mix change, the inventory decreased by S\$0.58 million, as compared to 31 August 2013.
- (viii) Due to higher margin project with longer receivable period, trade receivables increased by S\$2.67 million, as compared to 31 August 2013.
- (ix) With a lower turnover, trade payables decreased by S\$2.57 million, as compared to 31 August 2013.
- (x) Loan and borrowing amounting to S\$2.38 million was fully settled in Financial Year 2013. The balance left is S\$0.03 million.
- (xi) The net asset of the Group as at 31 August 2014 was S\$15.56 million while the net current asset value was S\$11.16 million.

Consolidated Statement of Cash Flows

- (xii) The Group utilised a net cash outflow of S\$0.97 million from its operating activities during the financial year.
- (xiii) Net cash used in investing activities in Financial Year 2014 was S\$1.06 million, mainly due to acquisition of new machines in subsidiaries.
- (xiv) Net cash generated by financing activities in Financial Year 2014 was S\$2.46 million. An amount of S\$4.85 million was generated by the issue of new shares in the Company while S\$2.38 million was used to repay loans and borrowings from financial institutions.
- (xv) Net cash and cash equivalents position as at 31 August 2014 stood at S\$4.44 million.

Others

- (xvi) On 5 May 2014, the Company incorporated a wholly-owned subsidiary, Giken Sakata Investment Holdings Limited, in the British Virgin Islands, as part of the Company's ongoing business development.
- (xvii) On 31 May 2014, the Group entered into a sale and purchase agreement with Java Petral Energy Pte Ltd, to acquire 624,079 ordinary shares in the capital of Cepu Sakti Energy Pte Ltd, representing 53.68% of its share capital, for an aggregate consideration of S\$48.00 million, to be satisfied by S\$25.20 million in cash and S\$22.80 million by the issue of 76 million new shares in the Company. The acquisition of Cepu Sakti Energy Pte Ltd was completed on 10 September 2014.

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

The Group did not make any forecast or prospect statement for the current period to shareholders.

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 has diversified into the energy business with the acquisition of Cepu Sakti Energy Pte Ltd, in addition to the existing precision engineering business. The Group has a positive outlook and will continue to actively source for new growth opportunities for both the business sectors.

11 If a decision regarding dividend has been made:

None.

(a) Whether an interim (final) ordinary dividend has been disclosed (recommended); and

None.

(b) (i) Amount per share ... cents

Not applicable.

(b) (ii) Previous corresponding period ... cents

Not applicable.

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).

Not applicable.

(d) The date the dividend is payable.

Not applicable.

(e) The date on which Registrable Transfers received by the company (up to 5.00 pm) will be registered before entitlements to the dividend are determined.

Not applicable.

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

No dividend has been declared or recommended.

13 Interested Person Transactions

The aggregate value of interested person transactions for the financial year ended 31 August 2014 is as follows:

Nature of transaction and name of Interested Person	Aggregate value of all interested person transactions conducted during the period under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholder's mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
	S\$'000	S\$'000
Purchase of property, plant and equipment -Miyoshi Precision (Malaysia) Sdn Bhd	-	192

Interested person relationship between Miyoshi Precision Limited group of companies and the Company ceased in March 2014.

14 Negative confirmation pursuant to Rule 705(5).

NA

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.

GIKEN GROUP

BUSINESS SEGMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2014

Mechanisms	Microshafts	Others	Eliminations	Group
MC	MS			
S\$'000	S\$'000	S\$'000	S\$'000	S\$'000

Revenue

Sales to external customers	51,683	17,333	-	-	69,016
Inter-segment sales	-	-	-	-	-
Total revenue					<u>69,016</u>

Results

Operating profit	1,813	944	-	(318)	2,439
Interest income					47
Interest expense					(62)
Income tax expenses					(307)
Non-controlling interests					(13)

Net profit

2,104

BUSINESS SEGMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2013

Mechanisms	Microshafts	Others	Eliminations	Group
MC	MS			
S\$'000	S\$'000	S\$'000	S\$'000	S\$'000

Revenue

Sales to external customers	112,518	14,235	-	-	126,753
Inter-segment sales	-	-	-	-	-
Total revenue					<u>126,753</u>

Results

Operating profit	453	637	-	(470)	620
Interest income					44
Interest expense					(160)
Income tax expenses					(58)
Non-controlling interests					(1)

Net profit

445

Geographical Segments

	Group Turnover		Group Assets		Group Capital Expenditure	
	FY 2014	FY 2013	FY 2014	FY 2013	FY 2014	FY 2013
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Singapore	29,751	102,666	13,617	10,905	259	55
Indonesia	19,086	9,030	6,302	8,851	475	961
Germany	7,785	5,682	-	-	-	-
China	7,329	5,301	8,675	6,647	459	14
Other Countries	5,065	4,074	-	-	-	-
Total	<u>69,016</u>	<u>126,753</u>	<u>28,594</u>	<u>26,403</u>	<u>1,193</u>	<u>1,030</u>

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

- (a) The Mechanism Division recorded a turnover of S\$51.68 million for Financial Year 2014, a decrease over the S\$112.52 million for Financial Year 2013. This is due to the discontinuation of a turn-key project in March 2014.

The Mechanism Division achieved an operating profit of S\$1.81 million for Financial Year 2014.

- (b) The Microshaft Division achieved a turnover of S\$17.33 million for Financial Year 2014, an increase over the S\$14.24 million for Financial Year 2013.

The Microshaft Division achieved an operating profit of S\$0.94 million for Financial Year 2014.

17 A breakdown of sales

	Group		Increase /(Decrease)
	Latest Financial Year S\$'000	Previous Financial Year S\$'000	
(a) Sales reported for first half year	38,515	79,674	(51.66)%
(b) Operating profit after tax before deducting minority interests reported for first half year	710	474	49.79%
(c) Sales reported for second half year	30,501	47,079	(35.21)%
(d) Operating profit/(loss) after tax before deducting minority interests reported for second half year	1,407	(28)	NM

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

Total Annual Dividend

	Latest Full Year (S\$'000)	Previous Full Period (S\$'000)
Ordinary	0	0
Preference	0	0
Total :	0	0

NA

19 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 person, the issuer must make an appropriate negative statement.

The Company confirms that there is no person occupying any managerial positions in the Company or any of its principal subsidiaries who is a relative of a director, chief executive officer or substantial shareholder of the Company.

BY ORDER OF THE BOARD

Ng Say Tiong
Company Secretary
29 October 2014

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