

**SANTAK HOLDINGS LIMITED (Company Registration No. 200101065H)  
(Incorporated In Singapore)**

**Full Year Financial Statement And Dividend Announcement for the Year Ended 30 June 2015**

**PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF FULL YEAR RESULTS**

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

	GROUP		
	Latest Year 30 June 2015 S\$'000	Previous Year 30 June 2014 S\$'000	% Increase / (Decrease)
Revenue	103,148	62,275	66
Cost of sales	(97,557)	(58,618)	66
Gross profit	<hr/> 5,591	<hr/> 3,657	53
Other income	2,615	981	167
Distribution and selling expenses	(3,012)	(2,412)	25
Administrative expenses	(3,474)	(2,698)	29
Other operating expenses	(3,721)	(2,211)	68
Financial expenses	(1,343)	(831)	62
Financial income	47	96	(51)
Loss before taxation	<hr/> (3,297)	<hr/> (3,418)	(4)
Taxation	5	2,571	(100)
Loss for the year	<hr/> (3,292)	<hr/> (847)	289
Attributable to equity holders of the Company	<hr/> (3,292)	<hr/> (847)	289
<b>Statement of Comprehensive Income</b>			
Loss for the year	(3,292)	(847)	289
Other comprehensive income :			
<i>Items that may be reclassified subsequently to profit and loss :</i>			
Foreign currency translation	2,799	(906)	n.m
Net surplus on revaluation of leasehold property	-	4,884	n.m
Total other comprehensive income for the Year	<hr/> 2,799	<hr/> 3,978	(30)
Total comprehensive income for the year	<hr/> (493)	<hr/> 3,131	n.m
Total comprehensive income attributable to equity holders of the Company	<hr/> (493)	<hr/> 3,131	n.m

n.m. – not meaningful

The profit attributable to shareholders is determined after crediting/(charging) the following:

	<b>GROUP</b>	
	<b>Latest Year 30 June 2015 S\$'000</b>	<b>Previous Year 30 June 2014 S\$'000</b>
Other income	2,615	981
Interest Income	47	96
Interest on borrowings	(750)	(601)
Depreciation and amortisation	(4,853)	(4,520)
Allowance for stocks obsolescence (net)	(689)	(104)
Write off of stocks directly to profit and loss account	(8)	(5)
Foreign exchange gain/(loss)	460	(211)
Over provision of tax in respect of prior years	12	89
Loss on disposal of property, plant and equipment	(2)	-

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

	GROUP		COMPANY	
	30 June 2015 S\$'000	30 June 2014 S\$'000	30 June 2015 S\$'000	30 June 2014 S\$'000
<b>Non-current assets</b>				
Property, plant and equipment	31,976	29,946	244	286
Investments in subsidiary companies	-	-	8,113	8,113
Intangible assets	136	183	25	46
Loan to a subsidiary company	-	-	4,030	4,030
Deferred tax assets	4,976	4,609	4	-
Restricted fixed deposits	2,735	2,530	-	-
	<u>39,823</u>	<u>37,268</u>	<u>12,416</u>	<u>12,475</u>
<b>Current assets</b>				
Restricted fixed deposits	1,251	505	-	-
Stocks	26,043	8,379	-	-
Trade debtors	45,363	15,318	-	-
Other debtors, deposits and prepayments	3,802	899	22	23
Due from subsidiary companies (non-trade)	-	-	1,799	1,726
Dividend receivable	-	-	200	388
Cash and cash equivalents	15,523	14,946	132	249
	<u>91,982</u>	<u>40,047</u>	<u>2,153</u>	<u>2,386</u>
<b>Current liabilities</b>				
Trade creditors	27,656	8,574	-	-
Other creditors and accruals	9,114	5,360	444	430
Provision for taxation	79	248	10	9
Loans and borrowings (secured) – current portion	31,160	12,040	-	-
Finance lease obligations – current portion	54	164	31	31
	<u>68,063</u>	<u>26,386</u>	<u>485</u>	<u>470</u>
<b>Net current assets</b>	23,919	13,661	1,668	1,916
<b>Non-current liabilities</b>				
Loans and borrowings (secured) – non-current portion	14,923	918	-	-
Finance lease obligations – non-current portion	328	382	170	202
Deferred tax liabilities	2,025	2,134	-	-
	<u>17,276</u>	<u>3,434</u>	<u>170</u>	<u>202</u>
<b>Net assets</b>	<u>46,466</u>	<u>47,495</u>	<u>13,914</u>	<u>14,189</u>

	GROUP		COMPANY	
	30 June 2015 S\$'000	30 June 2014 S\$'000	30 June 2015 S\$'000	30 June 2014 S\$'000
<b>Equity attributable to equity holders of the Company</b>				
Share capital	12,780	12,780	12,780	12,780
Share option reserve	305	542	305	542
Retained earnings	21,847	25,445	829	867
Revaluation reserve	7,347	7,347	-	-
Translation reserve	3,225	426	-	-
Statutory reserves	962	955	-	-
	<u>46,466</u>	<u>47,495</u>	<u>13,914</u>	<u>14,189</u>

**1(b)(ii) Aggregate amount of group's borrowings and debt securities. Amount repayable in one year or less, or on demand**

As at 30/06/2015		As at 30/06/2014	
Secured	Unsecured	Secured	Unsecured
S\$	S\$	S\$	S\$
31,214,000	0	12,204,000	0

**Amount repayable after one year**

As at 30/06/2015		As at 30/06/2014	
Secured	Unsecured	Secured	Unsecured
S\$	S\$	S\$	S\$
15,251,000	0	1,300,000	0

**Details of any collateral**

- 1) The loans and borrowings are secured as follows:
  - (a) S\$41,611,000 (2014: S\$12,018,000) is secured by way of a legal mortgage over a subsidiary company's leasehold property with a net book value as at 30 June 2015 of S\$11,107,000 (2014: S\$11,500,000), a charge over a subsidiary company's fixed deposit of S\$2,735,000 as at 30 June 2015 (2014: S\$2,530,000) and a corporate guarantee from the Company, and
  - (b) S\$4,170,000 (2014: S\$250,000) is secured by a charge over a subsidiary company's fixed deposit of S\$1,251,000 as at 30 June 2015 (2014: S\$505,000) and a corporate guarantee from the Company, and
  - (c) S\$302,000 (2014: S\$690,000) is secured by corporate guarantees from the Company.
- 2) Finance lease obligations are secured over the respective machineries and motor vehicles as well as corporate guarantees from the Company.

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

	<b>GROUP</b>	
	<b>30 June 2015</b>	<b>30 June 2014</b>
	<b>S\$'000</b>	<b>S\$'000</b>
<b>Cash flows from operating activities</b>		
Loss before taxation	(3,297)	(3,418)
Adjustments:		
Depreciation of property, plant and equipment	4,798	4,466
Amortisation of intangible assets	55	54
Loss on disposal of property, plant and equipment	2	-
Interest expenses	750	601
Interest income	(47)	(96)
Unrealised exchange loss/(gain)	833	(451)
	<hr/>	<hr/>
Operating cash flows before working capital changes	3,094	1,156
Stocks	(17,664)	1,012
Trade debtors	(30,045)	1,645
Other debtors, deposits and prepayments	(2,903)	(125)
Trade creditors	19,082	3,495
Other creditors and accruals	2,881	(681)
	<hr/>	<hr/>
Cash generated from operations	(25,555)	6,502
Interest received	47	96
Income taxes paid, net	(273)	(337)
	<hr/>	<hr/>
Net cash (used in)/generated from operating activities	(25,781)	6,261
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(4,625)	(3,197)
Purchase of intangible assets	(6)	(1)
Proceeds from disposal of property, plant and equipment	1	-
	<hr/>	<hr/>
Net cash used in investing activities	(4,630)	(3,198)
<b>Cash flows from financing activities</b>		
Proceeds/(repayment) from loans and borrowings, net	32,505	(15,846)
Repayment of finance leases, net	(164)	(531)
Proceeds from share issue	-	185
Dividends paid	(536)	(2,136)
Interest paid	(750)	(601)
Placement of a fixed deposit	(751)	-
	<hr/>	<hr/>
Net cash generated from/(used in) from financing activities	30,304	(18,929)
<b>Net decrease in cash and cash equivalents</b>	(107)	(15,866)
<b>Effect of exchange rate changes on cash and cash equivalents</b>	684	(250)
<b>Cash and cash equivalents at beginning of year</b>	14,946	31,062
<b>Cash and cash equivalents at end of year</b>	<hr/>	<hr/>
	15,523	14,946

**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.**

Statement of changes in equity for the year ended 30 June 2015.

**GROUP**

	Share capital	Share option reserve	Retained earnings	Revaluation reserve	Statutory reserves	Translation reserve	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>Balance at 1 July 2013</b>	12,595	542	28,428	2,463	955	1,332	46,315
Loss net of tax	-	-	(847)	-	-	-	(847)
Other comprehensive income for the year	-	-	-	4,884	-	(906)	3,978
Total comprehensive income for the year	-	-	(847)	4,884	-	(906)	3,131
Dividends on ordinary shares	-	-	(2,136)	-	-	-	(2,136)
Exercise of employee share options	185	-	-	-	-	-	185
<b>Balance at 30 June 2014</b>	12,780	542	25,445	7,347	955	426	47,495
<b>Balance at 1 July 2014</b>	12,780	542	25,445	7,347	955	426	47,495
Loss net of tax	-	-	(3,292)	-	-	-	(3,292)
Other comprehensive income for the year	-	-	-	-	-	2,799	2,799
Total comprehensive income for the year	-	-	(3,292)	-	-	2,799	(493)
Dividends on ordinary shares	-	-	(536)	-	-	-	(536)
Transfer of share options reserve	-	(237)	237	-	-	-	-
Transfer to statutory reserves	-	-	(7)	-	7	-	-
<b>Balance at 30 June 2015</b>	12,780	305	21,847	7,347	962	3,225	46,466

**COMPANY**

	Share capital	Share option reserve	Retained earnings	Total
	S\$'000	S\$'000	S\$'000	S\$'000
<b>Balance at 1 July 2013</b>	12,595	542	2,562	15,699
Total comprehensive income for the year	-	-	441	441
Dividends on ordinary shares	-	-	(2,136)	(2,136)
Exercise of employee share options	185	-	-	185
<b>Balance at 30 June 2014</b>	<u>12,780</u>	<u>542</u>	<u>867</u>	<u>14,189</u>
<b>Balance at 1 July 2014</b>	12,780	542	867	14,189
Total comprehensive income for the year	-	-	261	261
Dividends on ordinary shares	-	-	(536)	(536)
Transfer of share option reserve	-	(237)	237	-
<b>Balance at 30 June 2015</b>	<u>12,780</u>	<u>305</u>	<u>829</u>	<u>13,914</u>

- 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.**

The issued and paid-up capital of the Company was S\$12,780,488 as at 30 June 2015 (30 June 2014: S\$12,780,488).

The share options outstanding remained the same at 2,800,000 options as at 30 June 2015 (30 June 2014: 2,800,000) as follows:

Balance as at 30.06.2015	Exercise price S\$	Exercise period
<u>2,800,000</u>	0.239	15.9.2006 to 14.9.2015

There was no share held as treasury shares as at 30 June 2015 (30 June 2014: Nil).

- 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 30 June 2015, the total number of issued shares of the Company were 107,280,980 shares (30 June 2014: 107,280,980).

- 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.**

There were no treasury shares as at 30 June 2015.

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

The figures have not been audited nor reviewed by the auditors.

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

Not applicable.

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

Except as disclosed in paragraph 5 below, the Group has applied the same accounting policies and methods of computation in the financial statements for the current financial year ended 30 June 2015 compared to the audited financial statements as at 30 June 2014.

- 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.**

The Group has adopted all the new and revised FRS and Interpretations of FRS ("INT FRS") that are relevant to its operations and effective for annual periods beginning on or after July 1, 2014. The adoption of these new/revised FRS and INT FRS does not result in changes to the Group's accounting policies and has no material effects on the amounts reported for the current or prior periods.

The management has considered and anticipated that the adoption of FRS, INT FRS and amendments to FRS that were issued but not effective until future periods will not have a material impact on the financial statements of the Group in the period of their initial adoption.



**6. Earnings/(loss) 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.**

<b>Loss per ordinary share of the Group :</b>	<b>Latest year</b>	<b>Previous year</b>
(a) Based on the weighted average number of ordinary shares on issue; and	(3.07) cents	(0.79) cents
(b) On a fully diluted basis (detailing any adjustments made to the earnings)	(3.07) cents	(0.79) cents

Basic loss per share is calculated by dividing the net loss for the year attributable to ordinary shareholders by the weighted average number of ordinary shares outstanding during the year.

The diluted loss per share is equal to the basic loss per share as the Group reported losses for the current and prior financial years.

The following reflects the income and share data used in the basic and diluted loss per share computations:

	<b>Latest year</b>	<b>Previous year</b>
Net loss attributable to ordinary shareholders for basic and diluted loss per share (S\$'000)	(3,292)	(847)
Weighted average number of ordinary shares (in thousands) on issue applicable to basic loss per share	107,281	106,810
Weighted average number of ordinary shares (in thousands) applicable to diluted loss per share	107,281	106,810

**7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:-**  
**(a) current financial period reported on; and**  
**(b) immediately preceding financial year.**

	<b>GROUP</b>		<b>COMPANY</b>	
	<b>Latest financial year 30 June 2015</b>	<b>Previous financial year 30 June 2014</b>	<b>Latest financial year 30 June 2015</b>	<b>Previous financial year 30 June 2014</b>
Net asset value per ordinary share based on issued share capital of the issuer at the end of the financial year reported on	43.31 cents	44.27 cents	12.97 cents	13.23 cents

**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.**

The Group recorded a turnover of S\$103.15 million, an increase of approximately S\$40.87 million or 66% for the Financial Year ended 30 June 2015 ("FY2015") as compared to a turnover of S\$62.28 million of previous financial year ("FY2014"). Sales of the Group's Precision Engineering Division ("PE") came in at S\$99.95 million, an increase of S\$41.25 million or 70.3% as compared to prior year. The increase in sales in PE compared to prior year was mainly due to the higher sales arising from stronger demand as well as from new precision machined component projects ("New Projects") in FY2015 for the electronics sector mainly in our China operations. In particular, the turnover for second half of FY2015 ("2H2015") was higher at S\$63.01 million compared to S\$40.14 million in first half of FY2015 ("1H2015"). This was mainly attributable to demand for our New Projects where mass production ramp up only commenced towards the end of 1H2015. On the other hand, the Group's Trading & Distribution Division ("T&D") registered lower sales at S\$3.20 million compared to S\$3.58 million in FY2014 mainly due to weaker demand from the telecommunication sector. The Group's gross profit was higher at S\$5.59 million in FY2015 compared to S\$3.66 million in FY2014 following the increase in turnover. The gross margin percentage declined slightly to 5.4% in FY2015 compared to 5.9% in FY2014.

The increase in administrative expenses by S\$0.77 million to S\$3.47 million in FY2015 and the higher distribution and selling expenses of S\$3.01 million was due to the higher turnover in FY2015. The significantly higher other operating expenses in FY2015 of S\$3.72 million compared to S\$2.21 million in prior year were mainly due to significant costs of approximately S\$3.72 million incurred in FY2015 compared to S\$2.0 million in FY2014 for the qualification and development process (including the new production facilities expenses and factory overhead incurred in preparation for the mass production) of our New Projects. These New Projects have encountered delays in its mass production ramp up which only commenced towards the end of 1H2015. On the other hand, the higher other income of approximately S\$2.62 million was mainly the results of higher sales of scraps in FY2015 in line with the higher turnover as well as foreign exchange gain by S\$0.46 million mainly arising from the strengthening of the USD in FY2015 compared to foreign exchange loss in prior year. The increase in financial expenses by approximately S\$0.51 million was the result of higher bank interest expenses and bank facilities fees arising from the increase in bank borrowings following the drawdown of bank borrowings made during FY2015 under new banking facilities. The higher depreciation and amortisation expenses of S\$4.85 million were mainly the results of addition of plant and equipment in our China operation in FY2015. The increase in allowance for stocks obsolescence was mainly due to higher allowance for stocks from the mass production ramp up of the New Projects.

The Group registered a loss before tax of S\$3.30 million in FY2015 compared to loss before tax of S\$3.42 million in the previous year. In line with the higher turnover in 2H2015 compared to 1H2015, the Group registered a profit before tax of S\$3.08 million in 2H2015 compared to a loss before tax of S\$6.37 million in 1H2015. The tax credit of S\$2.57 million in prior year arose mainly from the recognition of deferred tax assets due to tax losses in our China operation. The loss after tax for FY2015 was S\$3.29 million. Our basic and diluted loss per share were both 3.07 cents for FY2015 versus basic and diluted loss per share of 0.79 cents in the prior year. The Group's net asset value per share was 43.31 cents as at 30 June 2015 compared to 44.27 cents as at 30 June 2014.

The increase in property, plant and equipment by S\$2.03 million was mainly due to the increase in renovation of factory facilities and machineries during FY2015 for meeting the requirements of our New Projects. The increase in the Group's trade debtors and stocks by

S\$30.05 million and S\$17.66 million respectively as at 30 June 2015 was mainly in line with the increase in sales and ramping up of inventories in the last quarter of 2H2015. On the other hand, the increase in trade creditors by approximately S\$19.08 million to S\$27.66 million as at 30 June 2015 was mainly the results of trade purchases during 2H2015 in line with the ramp up of mass production of the New Projects. The increase in other debtors, deposits and prepayments by S\$2.90 million to S\$3.80 million as at 30 June 2015 was mainly due to higher deposits and prepayments for equipment and materials as well as receivable from sales of product samples during FY2015. Other creditors and accruals increased by S\$3.75 million to S\$9.11 million mainly as a result of higher provision for payroll cost and other payables for renovation as at 30 June 2015 as compared to 30 June 2014.

The higher restricted fixed deposits was due to placement of an additional S\$0.75 million of fixed deposit as securities for new banking facilities during the year. The increase in cash and cash equivalent by S\$0.57 million from S\$14.95 million to S\$15.52 million is explained in the cash flow explanation in the following paragraph below. The decrease in provision for taxation was mainly due to payment of prior year provision and absence of new provision for taxation arising from the loss registered in FY2015. Loans and borrowings (excluding finance leases) increased by S\$33.12 million from S\$12.96 million to S\$46.08 million mainly due to drawdown of loans and borrowings made during FY2015 to finance the New Projects. The decrease in finance lease obligations was a result of repayments made during FY2015. The increase in translation reserves was mainly the result of the strengthening of RMB against SGD as at 30 June 2015 compared to 30 June 2014.

Following lower loss incurred and increase in sales revenue, the Group's operations generated higher operating cash inflow before working capital changes of approximately S\$3.09 million in FY2015, compared to S\$1.16 million in the previous year. Further, mainly as a result of higher trade debtors and stocks balances as at 30 June 2015, partially offset by higher trade creditors as well as other creditors and accrual, the Group recorded a higher net cash outflow from operating activities of approximately S\$25.78 million in FY2015, compared to cash inflow of S\$6.26 million in FY2014. Cash utilised in investing activities increased by S\$1.43 million mainly as a result of renovation of factory facilities and purchase of machinery in FY2015 for meeting the requirements of our New Projects. Net cash generated from financing activities was S\$30.3 million mainly arising from additional bank borrowings drawn down during the year to finance our New Projects, partially offset by dividend payment of S\$0.54 million, interest expense paid of S\$0.75 million, net repayment of finance lease of S\$0.16 million as well as placement of a fixed deposit of S\$0.75 million. Overall, cash and cash equivalents increased by S\$0.57 million during FY2015 to S\$15.52 million as at 30 June 2015 as compared to the balance of S\$14.95 million as at 30 June 2014.

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

The results for the current financial year ended 30 June 2015 are in line with the prospect statement in our previous half year results announcement on 11 February 2015.

**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 market in which the Group operates remains competitive and demanding. Going forward into the current financial year ending 30 June 2016 ("FY2016"), with the mass production of the new product models for our precision-machined components and barring any unforeseen circumstances, the Group is cautiously optimistic of the business conditions for FY2016. Cost and pricing pressures as well as foreign exchange volatility are expected to remain challenging.

## **11. Dividend**

### **(a) Current Financial Period Reported On**

Any dividend declared for the current financial period reported on? Yes

Subject to the shareholders' approval at the forthcoming Annual General Meeting, the Board of Directors is pleased to recommend and propose a first and final dividend as follow:

Name of Dividend	First & Final
Dividend Type	Cash
Dividend Amount per Share (in cents)	0.50 Singapore cents per ordinary share (one-tier tax)
Optional:- Dividend Rate (in %)	
Tax Rate	Tax exempt

### **(b) If Corresponding Period of the Immediately Preceding Year**

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

Name of Dividend	First & Final
Dividend Type	Cash
Dividend Amount per Share (in cents)	0.50 Singapore cents per ordinary share (one-tier tax)
Optional:- Dividend Rate (in %)	
Tax Rate	Tax exempt

### **(c) Date payable**

18 November 2015, subject to the approval of the shareholders at the Company's Annual General Meeting to be held on 30 October 2015.

### **(d) Books closure date**

Notice is hereby given that a proposed first and final tax exempt (one-tier) dividend of 0.50 Singapore cents per ordinary share for the year ended 30 June 2015 (the "Dividend") will be closed on 9 November 2015 for the purpose of determining shareholders' entitlements to the proposed Dividend.

Duly completed registrable transfers received by the Company's Share Registrar, Boardroom Corporate & Advisory Services Pte. Ltd., 50 Raffles Place, #32-01 Singapore Land Tower, Singapore 048623 up to 5.00 p.m. on 9 November 2015 will be registered to determine shareholders' entitlements to the said proposed Dividend. Members whose Securities Accounts with The Central Depository (Pte) Limited are credited with shares at 5.00 p.m. on 9 November 2015 will be entitled to the proposed Dividend.

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

See Item 11.

13. If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

The Group has not obtained any general mandate for interested person transactions.

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

14. 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.

Segment information

- (a) Operating segments

<b>FY 2015</b>	<b>Precision Engineering &amp; Assembly</b>	<b>Trading &amp; Distribution</b>	<b>Investment and Management Services</b>	<b>Inter – segment Eliminations</b>	<b>Total</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>
<b>Revenue</b>					
External sales	99,948	3,200	-	-	103,148
Inter-segment sales	230	1	1,715	(1,946)	-
Total revenue	100,178	3,201	1,715	(1,946)	103,148
<b>Results</b>					
Interest Income	47	-	-	-	47
Interest Expenses	(745)	-	(5)	-	(750)
Depreciation & Amortisation	(4,784)	(2)	(67)	-	(4,853)
Other non-cash expenses	(828)	(5)	-	-	(833)
Taxation	12	(1)	(6)	-	5
Segment profit /(loss)	(3,398)	45	261	(200)	(3,292)
<b>Assets</b>					
Additions to non-current assets	8,418	3	3	-	8,424
Segment assets	130,701	1,075	14,566	(14,537)	131,805
<b>Liabilities</b>					
Segment liabilities	89,751	1,358	652	(6,422)	85,339

<b>FY 2014</b>					
	<b>Precision Engineering &amp; Assembly</b>	<b>Trading &amp; Distribution</b>	<b>Investment and Management Services</b>	<b>Inter – segment Eliminations</b>	<b>Total</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>
<b>Revenue</b>					
External sales	58,695	3,580	-	-	62,275
Inter-segment sales	327	1	1,903	(2,231)	-
<b>Total revenue</b>	<b>59,022</b>	<b>3,581</b>	<b>1,903</b>	<b>(2,231)</b>	<b>62,275</b>
<b>Results</b>					
Interest Income	96	-	-	-	96
Interest Expenses	(595)	-	(6)	-	(601)
Depreciation & Amortisation	(4,451)	(1)	(68)	-	(4,520)
Other non-cash expenses	(432)	-	-	-	(432)
Taxation	2,574	(2)	(1)	-	2,571
<b>Segment profit /(loss)</b>	<b>(928)</b>	<b>29</b>	<b>440</b>	<b>(388)</b>	<b>(847)</b>
<b>Assets</b>					
Additions to non-current assets	3,826	4	3	-	3,833
<b>Segment assets</b>	<b>76,168</b>	<b>931</b>	<b>14,861</b>	<b>(14,645)</b>	<b>77,315</b>
<b>Liabilities</b>					
<b>Segment liabilities</b>	<b>34,446</b>	<b>1,234</b>	<b>672</b>	<b>(6,532)</b>	<b>29,820</b>

(b) Geographical segments

	<b>Turnover</b>	<b>Non Current Assets</b>
	<b>S\$'000</b>	<b>S\$'000</b>
<b>FY 2015</b>		
Singapore	979	12,967
Asean (excluding Singapore)	6,553	-
North Asia	90,943	19,145
America & Europe	4,534	-
Others	139	-
<b>Total</b>	<b>103,148</b>	<b>32,112</b>

	<b>Turnover</b>	<b>Non Current Assets</b>
	<b>S\$'000</b>	<b>S\$'000</b>
<b>FY 2014</b>		
Singapore	850	13,770
Asean (excluding Singapore)	6,131	-
North Asia	50,944	16,359
America & Europe	4,328	-
Others	22	-
<b>Total</b>	<b>62,275</b>	<b>30,129</b>

**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 item 8.

**16. A breakdown of sales.**

	Group S\$'000		%
	30-June-15	30-June-14	Increase/ (Decrease)
Sales reported for first half year	40,140	39,095	3
(Loss)/profit attributable to shareholders reported for first half year	(6,234)	3,942	n.m
Sales reported for second half year	63,008	23,180	172
Profit/(loss) attributable to shareholders reported for second half year	2,942	(4,789)	n.m

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

Total Annual Dividend

	FY2015 (S\$'000)	FY2014 (S\$'000)
Ordinary	536	2,136
Preference	0	0
<b>Total:</b>	<b>536</b>	<b>2,136</b>

**18. 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 negative statement.**

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was first held	Details of changes in duties and position held, if any, during the year
Mr Tan Sin Hock	54	Brother of Mr Tan Chee Hawaii (Group Managing Director and Substantial Shareholder) and Mr	Executive Director since year 2001. He is currently responsible for	Nil

		Tan Ah Wo (Substantial Shareholder). Brother-in-law of Ms Heng Kheng Hwai (Non-Executive Director and Substantial Shareholder).	equipment upgrading and plant maintenance.	
Ms Heng Kheng Hwai	57	Sister-in-law of Mr Tan Sin Hock (Executive Director and Substantial Shareholder) and Mr Tan Ah Wo (Substantial Shareholder). Spouse of Mr Tan Chee Hawaii (Group Managing Director and Substantial Shareholder).	Non-Executive Director since year 2001. Member of the Audit Committee.	Nil
Mr Tan Chee Hawaii	65	Brother of Mr Tan Sin Hock (Executive Director and Substantial Shareholder) and Mr Tan Ah Wo (Substantial Shareholder). Spouse of Ms Heng Kheng Hwai (Non-Executive Director and Substantial Shareholder).	Group Managing Director since year 2012. Mr Tan's main duties include overseeing the planning and review of corporate strategies and policies as well as coordinating overall management functions of the Group.	Nil

## BY ORDER OF THE BOARD

Lynn Wan Tiew Leng  
Company Secretary  
28 August 2015

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor ("**Sponsor**"), Asian Corporate Advisors Pte. Ltd., for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("**Exchange**"). The Company's Sponsor has not independently verified the contents of this announcement including the correctness of any of the figures used, statements or opinions made.*

*This announcement has not been examined or approved by the Exchange and the Exchange 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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