



UNAUDITED FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE SIX MONTHS ENDED 30 JUNE 2014

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

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

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

- 1(a)(i) An income statement and statement of comprehensive income, or a statement of comprehensive income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year**

Consolidated Income Statement and Consolidated Statement of Comprehensive Income (HY2014 vs HY2013)

	HY2014 (Unaudited) S\$'000	HY2013 (Unaudited) S\$'000	Increase/ (Decrease) %
Revenue	27,928	14,370	94.3
Cost of sales	(20,626)	(9,727)	112.0
Gross profit	7,302	4,643	57.3
Other income	155	101	53.5
Administrative expenses	(4,253)	(3,591)	18.4
Finance costs	(194)	(210)	(7.6)
Profit before tax	3,010	943	219.2
Income tax expense	(98)	(40)	145.0
Profit net of tax	2,912	903	222.5
<u>Other comprehensive income, net of tax -</u>			
Foreign currency translation	(25)	2	N/M
Total comprehensive income	2,887	905	219.0
Profit net of tax attributable to:			
Owners of the Company	2,987	939	218.1
Non-controlling interests	(75)	(36)	108.3
	2,912	903	222.5
Total comprehensive income attributable to:			
Owners of the Company	2,962	941	214.8
Non-controlling interests	(75)	(36)	108.3
	2,887	905	219.0

N/M – Not meaningful

1(a)(ii) Notes to Consolidated Statement of Comprehensive Income

Profit for the year is stated after charging/(crediting):

	HY2014	HY2013	Increase/
	(Unaudited)	(Unaudited)	(Decrease)
	S\$'000	S\$'000	%
Allowance for doubtful debts	56	29	93.1
Write off of doubtful trade receivables	550	-	N/M
Write back of allowance of doubtful debts	(10)	-	N/M
Depreciation of fixed assets	211	139	51.8
Loss on disposal of property, plant and equipment	21	85	(75.3)

N/M – Not meaningful

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

Consolidated Statement of Financial Position

	Group		Company	
	30 Jun 2014	31 Dec 2013	30 Jun 2014	31 Dec 2013
	Unaudited	Audited	Unaudited	Audited
	S\$'000	S\$'000	S\$'000	S\$'000
ASSETS				
Non-current assets				
Property, plant and equipment	2,534	2,258	-	-
Goodwill	42	42	-	-
Investment in subsidiaries	-	-	11,934	11,643
	<u>2,576</u>	<u>2,300</u>	<u>11,934</u>	<u>11,643</u>
Current assets				
Gross amount due from customers for contract work-in-progress	11,273	10,042	-	-
Inventories	2,243	1,318	-	-
Prepaid operating expenses	1,877	219	1,651	7
Trade and other receivables	10,474	5,995	1,571	1,206
Cash and cash equivalents	7,424	3,446	471	1,411
	<u>33,291</u>	<u>21,020</u>	<u>3,693</u>	<u>2,624</u>
Total assets	<u>35,867</u>	<u>23,320</u>	<u>15,627</u>	<u>14,267</u>
EQUITY AND LIABILITIES				
Current liabilities				
Gross amount due to customers for contract work-in-progress	-	146	-	-
Trade and other payables	8,466	6,113	604	181
Other liabilities	4,807	1,916	489	179
Loans and borrowings	9,042	3,878	-	-
Income tax payable	149	36	(15)	-
	<u>22,464</u>	<u>12,089</u>	<u>1,078</u>	<u>360</u>
Net current assets	<u>10,827</u>	<u>8,931</u>	<u>2,615</u>	<u>2,264</u>
Non-current liabilities				
Loans and borrowings	243	369	-	-
Deferred tax liabilities	5	5	-	-
	<u>248</u>	<u>374</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>22,712</u>	<u>12,463</u>	<u>1,078</u>	<u>360</u>
Net assets	<u>13,155</u>	<u>10,857</u>	<u>14,549</u>	<u>13,907</u>
Equity attributable to owners of the Company				
Share capital	14,576	14,576	14,576	14,576
Foreign currency translation reserve	(35)	(10)	-	-
Premium paid on acquisition of Non-Controlling interests	(355)	-	-	-
Merger reserves	(7,442)	(7,442)	-	-
Retained earnings	6,411	3,723	(27)	(669)
Equity attributable to owners of the Company	<u>13,155</u>	<u>10,847</u>	<u>14,549</u>	<u>13,907</u>

Non-controlling interests	-	10	-	-
Total equity	13,155	10,857	14,549	13,907
Total equity and liabilities	35,867	23,320	15,627	14,267

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 June 2014 (Unaudited)		As at 31 December 2013 (Audited)	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
9,042	-	3,878	-

Amount repayable after one year

As at 30 June 2014 (Unaudited)		As at 31 December 2013 (Audited)	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
243	-	369	-

Details of any collateral

Obligations under finance leases are secured over the leased assets. Trade facilities and bank borrowings are secured by corporate guarantees from the Company.

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**

Consolidated Statement of Cash Flows

	Group	
	HY2014 Unaudited S\$'000	HY2013 Unaudited S\$'000
Cash flows from operating activities		
Profit before tax	3,010	943
<u>Adjustments:</u>		
Depreciation of property, plant and equipment	211	139
Allowance for doubtful trade receivables	56	29
Write-off of trade receivables	550	-
Write-back of allowance for doubtful debts	(10)	-
Loss on disposal of property, plant and equipment	21	85
Finance costs	194	210
Translation difference	(25)	2
Operating cash flows before working capital changes	4,007	1,408
<u>Changes in working capital:</u>		
(Increase)/decrease in gross amount due from customers for contract work-in-progress	(1,231)	579
Increase in inventories	(925)	(1,105)
Increase in prepaid operating expenses	(1,658)	(34)
(Increase)/decrease in trade and other receivables	(5,075)	924
Decrease in gross amount due to customers for contract work-in-progress	(146)	-
Increase/(decrease) in trade and other payables	2,353	(1,886)
Increase/(decrease) in other liabilities	2,891	(11)
Cash flows generated from/(used in) operations	216	(125)
Interest paid	(194)	(210)
Income tax received/(paid)	16	(2)
Net cash flows generated from/(used in) operating activities	38	(337)
Cash flows from investing activities		
Acquisition of a subsidiary	-	58
Acquisition of non-controlling interests	(290)	-
Purchase of property, plant and equipment	(487)	(598)
Proceeds from disposal of property, plant and equipment	1	242
Net cash flows used in investing activities	(776)	(298)
Cash flows from financing activities		
Proceeds from loans and borrowings	12,028	4,552
Repayments of loans and borrowings	(7,013)	(7,277)
Dividends paid	(299)	-
Net cash flows generated from/(used in) financing activities	4,716	(2,725)
Net increase/(decrease) in cash and cash equivalents	3,978	(3,360)
Cash and cash equivalents at 1 January	3,446	8,129
Cash and cash equivalents at 30 June	7,424	4,769

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

	< ----- Attributable to owners of the Company ----- >							
	Share capital	Foreign currency translation reserve	Merger reserve	Premium on acquisition of Non-Controlling interests	Retained earnings	Equity attributable to owners of the Company	Non-Controlling interests	Total equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Group (Unaudited)								
Balance as at 1 January 2014	14,576	(10)	(7,442)	-	3,723	10,847	10	10,857
Profit/(loss) for the financial period	-	-	-	-	2,987	2,987	(75)	2,912
<u>Other comprehensive income</u>								
Foreign currency translation	-	(25)	-	-	-	(25)	-	(25)
Total comprehensive income for the financial period	-	(25)	-	-	2,987	2,962	(75)	2,887
Dividends	-	-	-	-	(299)	(299)	-	(299)
Acquisition of non-controlling interests	-	-	-	(355)	-	(355)	65	(290)
Balance as at 30 June 2014	14,576	(35)	(7,442)	(355)	6,411	13,155	-	13,155
Group (Unaudited)								
Balance as at 1 January 2013	14,576	32	(7,442)	-	3,202	10,368	-	10,368
Profit/(loss) for the financial period	-	-	-	-	939	939	(36)	903
<u>Other comprehensive income</u>								
Foreign currency translation	-	2	-	-	-	2	-	2
Total comprehensive income for the financial period	-	2	-	-	939	941	(36)	905
Acquisition of a subsidiary	-	-	-	-	-	-	171	171
Balance as at 30 June 2013	14,576	34	(7,442)	-	4,141	11,309	135	11,444
Company (Unaudited)								
Balance as at 1 January 2014	14,576	-	-	-	(669)	13,907	-	13,907
Total comprehensive income for the financial period	-	-	-	-	941	941	-	941
Dividends	-	-	-	-	(299)	(299)	-	(299)
Balance as at 30 June 2014	14,576	-	-	-	(27)	14,549	-	14,549
Company (Unaudited)								
Balance as at 1 January 2013	14,576	-	-	-	(1,071)	13,505	-	13,505
Total comprehensive income for the financial period	-	-	-	-	23	23	-	23
Balance as at 30 June 2013	14,576	-	-	-	(1,048)	13,528	-	13,528

- 1(d)(ii) Details of any changes in the company's share capital arising from right 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 of the issuer, if any, against 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.**

There was no change in the Company's share capital since 31 December 2013.

There were no outstanding options, convertibles or treasury shares as at 30 June 2014 and 30 June 2013.

- 1(d)(iii) To show the 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**

	Company 30 June 2014	Company 31 Dec 2013
Total number of issued shares excluding treasury shares	<u>99,724,000</u>	<u>99,724,000</u>

There were no treasury shares as at 30 June 2014 and 31 December 2013.

- 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**

Not applicable. The Company did not have treasury shares during and as at the end of the six-month period ended 30 June 2014.

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

The figures have not been audited or reviewed by the Company's independent 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**

The financial statements for the current financial period reported on had been prepared using the same accounting policies and methods of computation applied by the Group in its most recently audited financial statements for the financial year ended 31 December 2013, except as disclosed in paragraph 5 below.

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 the new and revised Singapore Financial Reporting Standards ("FRS") and Interpretations of Financial Reporting Standards ("INT FRS") that were relevant to its operations and are effective for the financial periods beginning on or after 1 January 2014. The adoption of these new and revised FRS and INT FRS did not result in substantial changes to the Group's accounting policies and had no material impact to the Group's financial statements for the financial period ended 30 June 2014 or prior financial years.

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	
	HY2014	HY2013
	Unaudited	Unaudited
Profit attributable to owners of the Company (S\$'000)	2,987	939
Basic and diluted earnings per ordinary share ("EPS")(Singapore cents)	3.00	0.94

The basic and diluted EPS for the respective financial periods are computed based on the profit attributable to the owners of the Company and the Company's weighted average number of ordinary shares in issue of 99,724,000 shares during the respective financial periods.

The basic and diluted EPS are the same as there were no potentially dilutive ordinary shares in issue during and as at the end of the respective financial periods.

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

	Group		Company	
	30 Jun 2014	31 Dec 2013	30 Jun 2014	31 Dec 2013
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
Net asset value per ordinary share based on issued share capital (Singapore cents)	13.19	10.89	13.39	13.95
Number of issued shares	99,724,000	99,724,000	99,724,000	99,724,000

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.

(i) **Review of the Group's income statement for HY2014 vs. HY2013**

Our Group's total revenue increased by S\$13.56 million or 94%, from S\$14.37 million in HY2013 to S\$27.93 million in HY2014.

This increase was attributable to 1) higher revenue from the mechanical and electrical engineering (M&E) segment of S\$10.83 million or 130.6% from S\$8.29 million in HY2013 to S\$19.12 million in HY2014, primarily due to higher order intakes, 2) higher revenue from the manufacturing segment of S\$2.17 million or 35.7% from S\$6.07 million in HY2013 to S\$8.24 million in HY2014, primarily due to increased sales volume and increased re-sale of coils in HY2014 and 3) first revenue contribution from the building and construction solutions segment of S\$0.56 million in HY2014.

Our Group's gross profit of S\$7.30 million in HY2014 was higher when compared to S\$4.64 million in HY2013 were mainly due to an increase of S\$3.75 million in gross profit from the M&E segment arising from improved project execution and productivity and first gross profit contribution from the building and construction solutions segment of S\$0.01 million in HY2014. This increase was partially offset by a decrease of S\$1.10 million of gross profit from the manufacturing sector due to rising foreign worker levy and wages and more competitive pricing contracts as the Group strived to gain market shares in our manufacturing business segment.

Administrative expenses increased considerably by S\$0.66 million or 18% from S\$3.59 million in HY2013 when compared to S\$4.25 million in HY2014, mainly attributable to write-off of doubtful debts S\$0.55 million and higher depreciation charges of S\$0.07 million. The write-off of doubtful debts was due to winding-up of a customer and the higher depreciation charges were a result of purchase of machineries and equipment for expansion of our manufacturing production line.

Finance costs decreased by S\$0.02 million from S\$0.21 million in HY2013 to S\$0.19 million in HY2014, due to better terms secured from banking facilities.

Our Group's profit before tax in HY2014 was S\$3.01 million, when compared to S\$0.94 million in HY2013.

The income tax expense was higher in HY2014 when compared to HY2013 due to corresponding higher taxable profits.

(ii) Review of the Group's financial position

Non-Current Assets

Non-current assets increased by S\$0.28 million to S\$2.58 million as at 30 June 2014 from S\$2.30 million as at 31 December 2013. The increase was mainly due to the addition of property, plant and equipment of around S\$0.51 million at cost, partially offset by depreciation charges of approximately S\$0.21 million incurred for the half-year.

Current Assets

As at 30 June 2014, current assets stood at S\$33.29 million. This made up an increase of S\$12.27 million when compared to S\$21.02 million as at 31 December 2013 due to the following:

- Increase in cash and bank balances of S\$3.98 million mainly due to proceeds from external loans and borrowings;
- Increase of inventories holding of S\$0.93 million mainly attributable to bulk purchase of inventory items such as coils in our manufacturing segment;
- Increase in trade receivables of S\$4.04 million from S\$5.66 million to S\$9.70 million mainly due to higher account receivables from higher project billings. Most of the trade receivables remained outstanding as at 30 June 2014 were within the credit terms granted;
- Increase in other receivables of S\$0.42 million from S\$0.33 to S\$0.78 million mainly due to higher advances and deposits payments;
- Higher prepayment recorded as a result from initial payment and related expenses for the acquisition of a factory of S\$1.11 million and other deposits placed of S\$0.55 million;
- Increase in gross amount due from customers for contract work-in-progress of S\$1.23 million resulted from increased work done in line with project activities, yet to be billed.

Current Liabilities

As at 30 June 2014, current liabilities stood at S\$22.46 million, which represented an increase of S\$10.37 million when compared to S\$12.09 million as at 31 December 2013. The increase was mainly due to:

- Increase in trade payables of S\$1.70 million from S\$5.10 million to S\$6.80 million mainly due to increased work done by sub-contractors in line with project activities;
- Increase in other payables of S\$0.67 million from S\$1.00 million to S\$1.67 million mainly due to increase in retention payables resulted from increased work done from sub-contractors in line with project activities;
- Increase in loans and borrowings of S\$5.16 million mainly due to increase in project financing facilities and short term loans;
- Increase in other liabilities is attributable to higher accrued project cost from increased activities.

Non-Current Liabilities

As at 30 June 2014, non-current liabilities decreased by S\$0.12 million to S\$0.25 million from S\$0.37 million as at 31 December 2013, mainly due to repayment of finance leases which were secured for the purchase of motor vehicles and machinery.

Equity attributable to owners of the Company

Equity attributable to owners of the Company amounted to S\$13.15 million as at 30 June 2014, which reflected an increase of S\$2.30 million when compared to S\$10.85 million as at 31 December 2013.

The Group has a positive working capital of S\$10.83 million as at 30 June 2014, compared to S\$8.93 million as at 31 December 2013.

Review of Group's Cash Flow

In HY2014, the net cash flows generated from operating activities amounted to S\$0.038 million mainly due to operating cash flows before working capital changes of S\$4.01 million, adjusted for net working capital outflows of approximately S\$3.79 million as well as interest paid of S\$0.19 million and income tax received of S\$0.02 million. The net working capital outflows were mainly due to the increase in trade and other receivables of S\$5.08 million, increase in prepaid operating expenses of S\$1.66 million, increase in gross amount due from customers for contract work-in-progress of S\$1.23 million, as well as increase in inventories of S\$0.9 million, partially offset by increase in trade and other payables of S\$2.35 million and other liabilities of S\$2.89 million.

Net cash used in investing activities of S\$0.78 million was mainly attributable to the acquisition of the remaining 49% stake in one of our subsidiaries for S\$0.29 million and purchases of plant and equipment of S\$0.49 million.

Net cash generated in financing activities amounted to S\$4.72 million in HY2014 was mainly due to net proceeds from bank loans and borrowings of S\$5.02 million offset by dividend payment of S\$0.3 million.

As at 30 June 2014, the Group's cash and cash equivalents stood at S\$7.42 million compared to S\$4.77 million as at 30 June 2013.

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

A forecast statement for the financial year ending 31 December 2014 ("FY2014") was disclosed on 23 April 2014 with a follow up clarification announcement made on 25 April 2014.

Based on HY2014 results announcement and internal targets for the next 6 months, the Company is cautiously optimistic that we remain on track to achieve the internal targets for FY2014 in relation to the order book, sales, gross margin and net profit after tax, barring any unforeseen circumstances. The following factors have been taken into considerations in the Company's aforementioned assessment:

- a) Secured order book of approximately S\$72.8 million as at 30 June 2014;
- b) An actual increase of 35.7% in revenue recognition from the manufacturing segment of S\$2.17 million from S\$6.07 million in HY2013 to S\$8.24 million in HY2014, primarily due to increased sales volume and increased re-sale of coils in HY2014;
- c) Achieved better margins in secured projects in our M&E Services business due to improved project execution and productivity as at 30 June 2014;
- d) Gross profit margin for our manufacturing business experienced a dip in margin for HY2014 compared to HY2013, mainly attributable to the rising foreign worker levy and wages, coupled with more competitive pricing contracts as the Group strived to gain market shares. However, the overall gross profit margin of the Group remained on track to meet the targets set for FY2014 due to higher gross profit margin from our M&E Services business;
- e) Anticipated increases in selling, general and administrative expenses due to staff expansion, salary increments, higher operating expenses and higher bank financing costs.

The Company would provide Shareholders with timely updates as and when there are material developments in the Group's business which may cause material variances to the internal targets for FY2014.

10. A commentary at the date of the announcement of the 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 construction industry outlook remains challenging in the next 12 months with increasing competition and anticipated increase in labour cost. To gain competitive advantage, our Group will continue to focus on building up our strength through continuous innovation and integration strategies. We will continue to manage escalating labor costs through productivity improvement and other cost savings strategies in selling, general and administrative expenses. On a long term basis, our Group will continue seeking potential opportunities to achieve sustainable growth.

With the completed acquisition of the remaining 49% stake in our currently wholly owned subsidiary, Libra Building Construction Pte Ltd, the Group is ready to offer one stop building and construction solutions on building related products and services to our customers. The purchase of our factory at 53 Loyang Drive Singapore 508957 is scheduled to be duly completed by end of 2014.

In general, our on-going projects are progressing well as scheduled and they include residential developments work at Canberra Drive/Yishun Avenue 7, Spottiswoode Park Road, Serangoon Avenue 3, Enggor Street, Woodgrove Avenue and Amber Road. Recently secured works at Bedok South Avenue, Teaching Facilities at 21 Tampines Avenue 1 and Jurong Gateway Road are also progressing well as scheduled.

11. Dividend

(a) Current Financial Period Reported On

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

Name of Dividend	Proposed Interim Dividend
Dividend type	Cash
Dividend amount per ordinary share	0.50 Singapore cents
Tax rate	One-tier tax exempt

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year?
No

(c) Date payable: To be announced at a later date

(d) Books closure date: To be announced at a later date

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

Not applicable.

13. If the group has obtained a general mandate from shareholders for interested person transactions ("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 does not have a general mandate for IPTs.

Save for the on-going IPTs that are subsisting since the Company's listing on 15 November 2011 as tabulated in the table below, there were no IPTs entered into by the Company during HY2014.

Financial Institution	Personal Guarantee provided by	Nature	Aggregate amount guaranteed S\$'000	Outstanding amount as at 30 June 2014 S\$'000
Liberty Insurance	Chu Sau Ben and William Lee Kay Choon	Performance bond	209	209

Mr William Lee Kay Choon, ceased to be an Executive Director and Chief Executive Officer of the Company on 18 November 2013.

14. **Use of IPO proceeds**

As announced by the Company on 22 April 2014, the IPO proceeds have been fully utilised.

15. **Confirmation by Directors pursuant to Rule 705(5) of the Listing Manual of the Singapore Exchange Securities Trading Limited.**

We, Chu Sau Ben and Chua Siong Kiat, Alex, being the Executive Directors of the Company, hereby confirm on behalf of the Board of Directors of the Company that, to the best of our knowledge, nothing has come to the attention of the Board of Directors that may render the unaudited financial statements of the Company and the Group for the six months ended 30 June 2014 to be false or misleading in any material aspects.

BY ORDER OF THE BOARD

Chu Sau Ben
Executive Chairman and Chief Executive Officer

Date: 14 August 2014