

## Unaudited Financial Statement and Dividend Announcement – For Full Year Ended 31 December 2016

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

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

#### Unaudited Consolidated Income Statement

	<b>GROUP</b>		
	12 Months Ended 31-Dec-16	12 Months Ended 31-Dec-15	Increase / (Decrease)
	S\$	S\$	%
<b>Revenue</b>	<b>2,188,660</b>	<b>4,078,670</b>	-46%
Cost of media sales	(1,549,595)	(1,410,545)	10%
Administrative expenses	(4,640,226)	(5,294,235)	-12%
Other income - net	8,504,723	7,269,154	17%
Other expenses - net	<u>(342,870)</u>	<u>(2,951,189)</u>	-88%
<b>Profit from operations</b>	<b>4,160,692</b>	<b>1,691,855</b>	146%
Finance income	957	3,893	-75%
Finance costs	(336,403)	(866,404)	-61%
Share of loss of associated companies	<u>(2,337,529)</u>	<u>(6,301,794)</u>	-63%
<b>Profit/(Loss) before tax</b>	<b>1,487,717</b>	<b>(5,472,450)</b>	nm
Income tax benefit	145,063	160,468	-10%
<b>Profit/(Loss) after tax</b>	<b><u>1,632,780</u></b>	<b><u>(5,311,982)</u></b>	nm
<b>Profit/(Loss) attributable to:</b>			
Owners of the Company	1,932,022	(5,306,454)	nm
Non-controlling interest	<u>(299,242)</u>	<u>(5,528)</u>	5313%
	<b><u>1,632,780</u></b>	<b><u>(5,311,982)</u></b>	nm

nm = not meaningful

## Unaudited Consolidated Statement of Comprehensive Income/(Loss)

	<b>GROUP</b>		
	12 Months Ended 31-Dec-16	12 Months Ended 31-Dec-15	Increase / (Decrease)
	S\$	S\$	%
Profit/(Loss) after tax	1,632,780	(5,311,982)	nm
<b>Other comprehensive income/(loss), net of tax:</b>			
<i>Items that may be reclassified subsequently to profit or loss:</i>			
Exchange differences on translation of foreign operations	401,966	(751,695)	nm
Reclassification of foreign currency translation differences on disposal of subsidiaries	-	667,675	nm
Reclassification of reserves on reclassification of associated company	-	185,623	nm
Net fair value gain on financial assets, available-for-sale	90,492	2,260,147	-96%
Share of other comprehensive (loss)/income of associated company:			
Exchange differences on translation of foreign operations	(415,644)	568,184	nm
<b>Other comprehensive income for the year, net of tax</b>	<u>76,814</u>	<u>2,929,934</u>	-97%
<b>Total comprehensive income/(loss) for the year</b>	<u><b>1,709,594</b></u>	<u><b>(2,382,048)</b></u>	nm
<b>Total comprehensive income/(loss) attributable to:</b>			
Owners of the Company	2,008,836	(2,376,520)	nm
Non-controlling interest	<u>(299,242)</u>	<u>(5,528)</u>	5313%
	<u><b>1,709,594</b></u>	<u><b>(2,382,048)</b></u>	nm

nm = not meaningful

## Notes to the Statement of Comprehensive Income

### Profit/(Loss) before tax is after crediting/(charging):-

	<b>GROUP</b>	
	12 Months Ended 31-Dec-16	12 Months Ended 31-Dec-15
	S\$	S\$
Depreciation and amortisation expenses	(1,899,250)	(1,568,413)
Dilution gain from investment in associated company to financial assets, available-for-sale	-	457,249
Fair value gain on financial liability, at fair value through profit or loss	1,477,133	4,817,141
Fair value loss on financial assets, at fair value through profit or loss	-	(15,979)
Finance income	957	3,893
Finance costs	(336,403)	(866,404)
Foreign exchange loss - net	(178,813)	(1,289,752)
Gain on disposal of financial assets, available-for-sale	523,288	68,980
Impairment loss on financial assets, available-for-sale	(36,302)	(292,215)
Impairment loss on goodwill	-	(53,435)
Impairment loss on intangible assets	-	(65,125)
Impairment loss on trade and other receivables	-	(203,121)
Loss on disposal on financial assets, at fair value through profit or loss	-	(810,023)
Property, plant and equipment written off	(256,316)	-
Waiver of loan and interest payable	6,260,565	-
Write back of impairment loss on trade and other receivables	100,000	1,649,564
Share of loss of associated companies	(2,337,529)	(6,301,794)

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

	GROUP		Company	
	As at 31December 2016	As at 31December 2015	As at 31December 2016	As at 31December 2015
	S\$	S\$	S\$	S\$
<b>ASSETS</b>				
<b>Current Assets</b>				
Cash and bank balances	517,224	729,008	110,737	161,292
Financial assets, available-for-sale	-	350,657	-	-
Trade receivables	84,445	24,531	-	-
Other current assets	789,487	1,485,992	228,860	554,216
Amount due from subsidiaries	-	-	1,724,608	1,755,580
<b>Total Current Assets</b>	<b>1,391,156</b>	<b>2,590,188</b>	<b>2,064,205</b>	<b>2,471,088</b>
<b>Non-Current Assets</b>				
Investments in subsidiaries	-	-	141,498	141,498
Investments in associated company	1,922,726	4,553,818	-	-
Financial assets, available-for-sale	5,085,592	5,031,403	-	-
Property, plant and equipment	614,369	701,511	175,095	619,769
Investment properties	2,151,944	2,195,648	-	-
Intangible assets	1,977,547	2,415,185	-	-
Other non-current assets	119,013	261,926	-	136,835
Amount due from subsidiaries	-	-	2,221,435	9,319,077
Goodwill	5,772,203	5,772,203	-	-
<b>Total Non-Current Assets</b>	<b>17,643,394</b>	<b>20,931,694</b>	<b>2,538,028</b>	<b>10,217,179</b>
<b>Total Assets</b>	<b>19,034,550</b>	<b>23,521,882</b>	<b>4,602,233</b>	<b>12,688,267</b>
<b>Current Liabilities</b>				
Trade and other payables	8,948,811	8,842,859	2,469,420	2,634,241
Amount due to subsidiary	-	-	726,697	-
Income tax payable	-	1,639	-	-
Borrowings	1,734,513	7,064,916	23,697	22,698
<b>Total Current Liabilities</b>	<b>10,683,324</b>	<b>15,909,414</b>	<b>3,219,814</b>	<b>2,656,939</b>
<b>Non-Current Liabilities</b>				
Financial liability, at fair value through profit or loss	2,876,192	4,353,325	-	-
Other payables	96,720	-	-	-
Borrowings	1,291,276	881,699	531,093	54,790
<b>Total Non-Current Liabilities</b>	<b>4,264,188</b>	<b>5,235,024</b>	<b>531,093</b>	<b>54,790</b>
<b>Total Liabilities</b>	<b>14,947,512</b>	<b>21,144,438</b>	<b>3,750,907</b>	<b>2,711,729</b>
<b>Equity Attributable to Owners of the Company</b>				
Share capital	119,912,067	119,912,067	119,912,067	119,912,067
Accumulated losses	(108,244,637)	(110,176,659)	(119,146,660)	(110,021,448)
Foreign currency translation reserve	851,972	865,650	85,919	85,919
Other reserve	(10,429,690)	(10,429,690)	-	-
Fair value reserve	2,272,096	2,181,604	-	-
<b>Total Shareholders' Funds</b>	<b>4,361,808</b>	<b>2,352,972</b>	<b>851,326</b>	<b>9,976,538</b>
<b>Non-controlling Interests</b>	<b>(274,770)</b>	<b>24,472</b>	<b>-</b>	<b>-</b>
<b>Total Equity</b>	<b>4,087,038</b>	<b>2,377,444</b>	<b>851,326</b>	<b>9,976,538</b>
<b>Total Liabilities and Equity</b>	<b>19,034,550</b>	<b>23,521,882</b>	<b>4,602,233</b>	<b>12,688,267</b>

**1(b)(ii) Aggregate amount of group's borrowings and debt securities**

**(A) Amount repayable in one year or less, or on demand**

As at 31 December 2016		As at 31 December 2015	
S\$	S\$	S\$	S\$
Secured	Unsecured	Secured	Unsecured
769,513	965,000	7,014,916	50,000

**(B) Amount repayable after one year**

As at 31 December 2016		As at 31 December 2015	
S\$	S\$	S\$	S\$
Secured	Unsecured	Secured	Unsecured
791,276	500,000	881,699	Nil

**(C) Whether the amounts are secured or unsecured**

The amounts are secured by investment properties, plant and equipment, personal guarantee from key management personnel, the proceeds from sales of media content and debenture on assets.

**(D) Details of any collateral:**

- (1) The Company is a corporate guarantor for a term loan granted to a wholly owned subsidiary. The term loan is for the purchase of a leasehold property and is secured by the said property.
- (2) The Group's motor vehicles are purchased under Hire Purchase and are secured by the said vehicles.
- (3) The Company is a corporate guarantor to a fund managed by a former subsidiary for the fund's investee company secured redeemable notes. The Company has a back to back indemnity from the former subsidiary for the amount guaranteed by the Company and is working towards the eventual release of the corporate guarantee. With reference to the Company's announcement made on 17 January 2017 in relation to the letter of demand received from a creditor, the Company is currently negotiating to resolve the issue.
- (4) Term loans are granted to subsidiaries which are secured by personnel guarantees from key management personnel and proceeds from sales of media content and debenture on assets.

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>	
	12 Months Ended 31 December 2016	12 Months Ended 31 December 2015
	S\$	S\$
<b>Cash flows from operating activities:</b>		
Profit/(Loss) before tax	1,487,717	(5,472,450)
Adjustments for:		
Depreciation and amortisation expenses	1,899,250	1,568,412
Dilution gain from investment in associated company to financial assets, available-for-sale	-	(457,249)
Fair value loss on financial assets, at fair value through profit or loss	-	15,979
Fair value gain on financial liability, at fair value through profit or loss	(1,477,133)	(740,333)
Finance costs	336,403	866,404
Finance income	(957)	(3,893)
Gain on disposal of financial assets, available for sale	(523,288)	(68,980)
Gain on disposal of property, plant and equipment	(193)	-
Gain on disposal of subsidiaries	-	(4,182,023)
Loss on disposal of financial assets, at fair value through profit or loss	-	810,023
Impairment loss on financial assets, available-for-sale	36,302	292,215
Impairment loss on goodwill	-	53,435
Impairment loss on intangible assets	-	65,125
Impairment loss on trade and other receivables	-	203,121
Property, plant and equipment written off	256,316	-
Share of loss of associated companies	2,337,529	6,301,794
Waiver of loan and interest payable	(6,260,565)	-
Write back of impairment loss on other receivables	(100,000)	(1,649,564)
Write-off of financial assets, available-for-sale	-	79,426
Write-off of other receivables	-	141,973
Unrealised foreign currency loss	113,920	1,275,431
<b>Operating cash flows before changes in working capital</b>	<b>(1,894,699)</b>	<b>(901,154)</b>
Changes in working capital:		
Financial assets, available-for-sale	873,945	161,568
Financial assets, at fair value through profit or loss	-	723,998
Trade and other receivables and other current assets	386,639	1,486,803
Trade and other payables	348,845	(2,158,248)
<b>Net cash used in operations</b>	<b>(285,270)</b>	<b>(687,033)</b>
Income tax (paid)/refund	(899)	71,170
<b>Net cash used in operating activities</b>	<b>(286,169)</b>	<b>(615,863)</b>
<b>Cash flows from investing activities:</b>		
Deposit received	-	570,000
Interest received	957	3,893
Purchase of intangible assets	(550,376)	(1,271,897)
Purchase of property, plant and equipment	(537,049)	(14,338)
Proceeds from disposal of property, plant and equipment	240	212
Net cash inflow from acquisition of subsidiaries	-	7,982
Net cash inflow from disposal of subsidiaries	-	1
<b>Net cash used in investing activities</b>	<b>(1,086,228)</b>	<b>(704,147)</b>
<b>Cash flows from financing activities:</b>		
Advances from related parties	-	446,920
Repayment to former subsidiary	(245,600)	772,916
Proceeds from borrowings	1,835,000	350,000
Repayment of borrowings	(391,671)	(2,263,620)
Repayment of finance leases	(29,713)	(29,562)
Interest paid	(7,403)	(353,366)
<b>Net cash generated from/(used in) financing activities</b>	<b>1,160,613</b>	<b>(1,076,712)</b>
Net decrease in cash and cash equivalents	(211,784)	(2,396,722)
Cash and cash equivalents at the beginning of the year	729,008	3,125,730
<b>Cash and cash equivalent at the end of the year</b>	<b>517,224</b>	<b>729,008</b>

**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 capitalization issues and distribution to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year**

	Share Capital	Foreign Currency Translation Reserve	Accumulated Losses	Fair Value Reserve	Other Reserves	Total	Non-Controlling Interest	Total Equity
	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$
<b>GROUP</b>								
<b><u>12 months ended 31 December 2016</u></b>								
At 1 January 2016	119,912,067	865,650	(110,176,659)	2,181,604	(10,429,690)	2,352,972	24,472	2,377,444
Profit/(Loss)	-	-	1,932,022	-	-	1,932,022	(299,242)	1,632,780
Other Comprehensive (loss)/income	-	(13,678)	-	90,492	-	76,814	-	76,814
Total comprehensive (loss)/income	-	(13,678)	1,932,022	90,492	-	2,008,836	(299,242)	1,709,594
<b>Balance as at 31 December 2016</b>	<b>119,912,067</b>	<b>851,972</b>	<b>(108,244,637)</b>	<b>2,272,096</b>	<b>(10,429,690)</b>	<b>4,361,808</b>	<b>(274,770)</b>	<b>4,087,038</b>
<b>GROUP</b>								
<b><u>12 months ended 31 December 2015</u></b>								
At 1 January 2015 (previously reported)	119,912,067	383,940	(101,958,477)	(266,620)	(10,626,467)	7,444,443	126,778	7,571,221
Prior year adjustments	-	-	(2,911,728)	-	-	(2,911,728)	-	(2,911,728)
At 1 January 2015 (restated)	119,912,067	383,940	(104,870,205)	(266,620)	(10,626,467)	4,532,715	126,778	4,659,493
Loss	-	-	(5,306,454)	-	-	(5,306,454)	(5,528)	(5,311,982)
Other Comprehensive income	-	481,710	-	2,448,224	-	2,929,934	-	2,929,934
Total comprehensive income/(loss)	-	481,710	(5,306,454)	2,448,224	-	(2,376,520)	(5,528)	(2,382,048)
Acquisition of additional interest in subsidiaries	-	-	-	-	196,777	196,777	(96,778)	99,999
<b>Balance as at 31 December 2015</b>	<b>119,912,067</b>	<b>865,650</b>	<b>(110,176,659)</b>	<b>2,181,604</b>	<b>(10,429,690)</b>	<b>2,352,972</b>	<b>24,472</b>	<b>2,377,444</b>

	Share Capital	Foreign Currency Translation Reserve	Accumulated Losses	Total
	S\$	S\$	S\$	S\$
<b>COMPANY</b>				
<b><u>12 months ended 31 December 2016</u></b>				
At 1 January 2016	119,912,067	85,919	(110,021,448)	9,976,538
Loss	-	-	(9,125,212)	(9,125,212)
Total comprehensive loss	-	-	(9,125,212)	(9,125,212)
<b>Balance as at 31 December 2016</b>	<b>119,912,067</b>	<b>85,919</b>	<b>(119,146,660)</b>	<b>851,326</b>
<b>COMPANY</b>				
<b><u>12 months ended 31 December 2015</u></b>				
At 1 January 2015	119,912,067	85,919	(100,763,252)	19,234,734
Loss	-	-	(9,258,196)	(9,258,196)
Total comprehensive loss	-	-	(9,258,196)	(9,258,196)
<b>Balance as at 31 December 2015</b>	<b>119,912,067</b>	<b>85,919</b>	<b>(110,021,448)</b>	<b>9,976,538</b>

- 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 the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.**

None, not applicable

- 1(d)(iii) 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 31 December 2016	As at 31 December 2015
Total number of issued shares	1,097,505,101	1,097,505,101
Less: Treasury Shares	Nil	Nil
Total number of issued shares excluding treasury shares	1,097,505,101	1,097,505,101

- 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**

Not applicable.

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

The financial results of the Group for the year ended 31 December 2016 have not been audited or reviewed.

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

The financial results of the Group for the year ended 31 December 2016 have not been audited or reviewed.

- 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 as in the most recently audited financial statements as at 31 December 2015.

- 5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the changes.**

The Group has adopted the same accounting policies and method of computations in the financial statements for the current financial period reported as in the last audited financial statements, as well as all the applicable Financial Reporting Standards ("FRS") which became effective for the financial year beginning on or after 1 January 2016. The adoption of these new and revised FRS has no material effect for the current financial period.

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 share

	Group	
	12 Months ended 31 December 2016	12 Months ended 31 December 2015
Profit/(Loss) per ordinary share for the year after deducting any provision for preference dividend:-		
Basic and fully diluted		
Group (Singapore cents)	0.18	(0.48)
Weighted average number of ordinary shares for the purposes of computing basic and diluted earnings per share	1,097,505,101	1,097,505,101
Profit/(Loss) attributable to owners of the Company (S\$)	1,932,022	(5,306,454)

7. Net asset value (for the issuer and the group) per ordinary share based on issued share capital of the issuer at the end of the (a) current period reported on and (b) immediately preceding financial year

	As at 31 December 2016	As at 31 December 2015
Net asset value per ordinary share based on existing issued share capital at the end of the period :-		
(i) Based on number of ordinary shares		
Group (Singapore cents)	0.40	0.21
Company (Singapore cents)	0.08	0.91
Number of shares in issue applicable to net asset value per ordinary share	1,097,505,101	1,097,505,101

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss 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. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on

(a) Income Statement

Revenue

For the financial year ("FY") FY2016, revenue decreased by 46% or by S\$1.9 million from S\$4.1 million in FY2015 to S\$2.2 million in FY2016 as the Group recorded lower revenue from its media sales segment from its subsidiary Hub Media Group Pte Ltd ("Hub Media").

## Profit/(Loss) before tax

The Group recorded a profit before tax of approximately S\$1.5 million in FY2016 as compared to a loss before tax of approximately S\$5.5 million in FY2015. The profit before tax in FY2016 was mainly due the waiver of loan and interest payment. The loss before tax in FY2015 was mainly due to the share of loss of associated companies.

## Comprehensive income

The Group recorded other comprehensive income of approximately S\$0.08 million in FY2016 and S\$2.9 million in FY2015 respectively.

The other comprehensive income in FY2016 were mainly due from the exchange gain on translation of foreign operations. The other comprehensive income in FY2015 were mainly due from the fair value gain on financial assets, available-for-sale.

## Expenses

- (1) **Cost of media sales** in FY2016 was attributed to Hub Media mainly for the amortisation of media content. The media content license fee are amortized over the period of their estimated useful life of between 2 to 6 years.
- (2) **Administrative expenses** decreased by approximately of S\$0.7 million in FY2016 as compared to FY2015 due mainly to lower employee cost.
- (3) **Other income** increased by approximately of S\$1.2 million in FY2016 as compared to FY2015 due mainly to fair value gain on financial liability and waiver of loan and interest payment.
- (4) **Other expenses** decreased by approximately of S\$2.6 million in FY2016 as compared to FY2015 as the Group recorded lower foreign exchange loss in FY2016.
- (5) **Finance income** comprised of interest income from bank deposits.
- (6) **Finance cost** decreased by S\$0.5 million in FY2016 as compared to FY2015. The decrease was due mainly to the decrease in the interest expenses on borrowings as the cost of fund decreased.

	12M FY2016	12M FY2015	Variance
	S\$'000	S\$'000	S\$'000
Interest expenses on borrowings	137	103	34
Interest expenses on advances from other payables	199	763	(564)
Total	336	866	(530)

- (7) The Group recorded lower share of loss from associated company in FY2016 compared to FY2015.

## (b) **Consolidated Balance Sheet and Cash Flow:**

The **net current liabilities** of the Group was approximately S\$9.3 million as at 31 December 2016 as compared to net current liabilities of S\$13.3 million as at 31 December 2015.

The subscription agreement was signed on 2 October 2015 for the issuance of 1% unsecured equity linked redeemable structured convertible notes due 2018.

The decrease of approximately S\$4.0 million in net current liabilities was primarily due to:

- 1a. **Cash and Cash Equivalent** decreased by approximately S\$0.2 million. This was due to the Group having used S\$0.3 million in its operating activities, net cash used in investing activities of S\$1.1 million and net cash generated from financing activities of S\$1.2 million.

The cash used in investing activities of S\$1.1 million was due mainly to the purchase of equipment and intangible assets in current year, see note 8(b)(2c)(2e) below.

The cash generated from financing activities of S\$1.2 million was due mainly due to the proceeds from borrowings. The increase were offset by the repayment of borrowings and related interests to former subsidiary and banks.

- 1b. **Financial Assets, available for sale** comprised quoted security listed in Singapore which was disposed in Q2 FY2016.
- 1c. The increase in **trade receivables** were mainly from subsidiary Hub Media as invoiced customers for co-production investment.
- 1d. The **other current assets** comprised of prepayments and deposit paid.
- 1e. **Trade and other payables** increased by approximately S\$0.1 million. This was due mainly to the increase of provision made during the year.
- 1f. **Borrowings** refer to the current portion of the bank term loans, hire purchase creditors and third party loans.

The net non-current assets of the Group was approximately S\$13.4 million as at 31 December 2016 as compared with S\$15.7 million as at 31 December 2015. The decrease of S\$2.3 million was mainly due to:

- 2a. **Investments in associated companies** decreased mainly due from the Group's share in net losses.
- 2b. **Financial assets, available for sale** increased by approximately S\$0.1 million mainly due to the fair value gain recognized in other comprehensive income in FY2016.
- 2c. The decrease in **Property, plant and equipment** was due to the written off of lease improvement and was reduced by the depreciation charged for the year, offset by the addition of lease improvement, furniture and equipment for a newly set up pre-school.
- 2d. The decrease in **Investment properties** was due to the depreciation charged for the year.
- 2e. The decrease in **Intangible assets** was due to the impairment loss and amortisation charged of Content license fees for the year. See also note 8(a)(1).
- 2f. **Other non-current assets** refer to the long term portion of the deposit paid for rental.
- 2g. **Borrowings** refer to the long term portion of the bank term loans for property, hire purchase creditors and third party loans.
- 2h. **Financial liability, at fair value through profit or loss** refer to the long term portion of the economic right on quoted securities payable to former subsidiary. The decrease was due to fair value gain recognized for the year.

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

No forecast or prospect statement was made previously.

**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 year and the next 12 months**

Our first Hi-5 House of Learning preschool centre has officially opened on 10 June 2016 and commenced operation at 10 Hoe Chiang Road, #01-03 Keppel Towers, Singapore 089315. The preschool centre is going through the development phase and we expect the preschool business to be expanded towards the end of year 2017.

The Group continues to face challenges such as currency fluctuations, soft consumer demand, and competitive environment especially in the media sales division. We remain mindful and will take appropriate action to mitigate the impact on the Group's business.

**11. Dividend**

**(a) Current Financial Year Reported On 31 December 2016**

Any dividend declared for the current financial year reported on?

Not applicable.

**(b) Corresponding Period of the Immediately Preceding Financial Year**

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

No dividend has been declared for the corresponding year of the immediately preceding financial year ended 31 December 2015.

**(c) Date payable**

Not Applicable.

**(d) Books closure date**

Not applicable.

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

No dividend has been recommended or declared by the Company for the financial year under review.

**13. Summary of Interested Person Transactions**

**Summary of Interested Person Transactions for the financial period ended 31 December 2016**

There is no general mandate on Interested Person Transactions.

The aggregate value of interested person transactions for the period ended 31 December 2016 is as follows:

<b>Group</b>				
<b>Name of interested person and nature of transactions</b>	<b>Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than S\$100,000 and transaction conducted under shareholders' mandate pursuant to Rule 920)</b>		<b>Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 excluding transactions less than S\$100,000)</b>	
	<b>FY ended 31 December 2016</b>	<b>FY ended 31 December 2015</b>	<b>FY ended 31 December 2016</b>	<b>FY ended 31 December 2015</b>
Datuk Jared Lim Chih Li	N.A.	N.A.	N.A.	N.A.
Mr. Ng Teck Wah	N.A.	N.A.	N.A.	N.A.

**Material Contracts**

Save as disclosed above, there were no other material contracts of the Company and its subsidiaries involving the interests of the Managing Director, any director or controlling shareholders for the year ended 31 December 2016.

**14. Confirmation pursuant to the Rule 705(5) of the listing manual**

To the best of our knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited final results of the Group for the year ended 31 December 2016 to be false and misleading in any material aspect.

**15. Confirmation pursuant to the Rule 720(1) of the listing manual**

The Company has procured the undertakings from all its directors and executive officers in the format set out in Appendix 7.7 under Rule 720(1) of the listing manual.

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

16. **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.**

	Investment Management S\$	Media Sales S\$	Pre-school S\$	Total S\$
<b>Group</b>				
<b><u>2016</u></b>				
<b>Revenue</b>				
Segment revenue - external	1,607,445	446,659	134,556	2,188,660
<b>Segment results</b>	8,179,013	(135,068)	(700,516)	7,343,429
<b>Segment assets</b>	6,013,471	7,423,227	622,650	14,059,348
<b>Segment liabilities</b>	5,012,145	3,403,278	1,036,880	9,452,303
<b>Group</b>				
<b><u>2015</u></b>				
<b>Revenue</b>				
Segment revenue - external	1,702,440	2,376,230	-	4,078,670
<b>Segment results</b>	(148,006)	1,070,849	(16,425)	906,418
<b>Segment assets</b>	6,650,174	8,435,883	132,505	15,218,562
<b>Segment liabilities</b>	7,643,231	2,869,423	50,930	10,563,584

**Geographical Information**

Non-current assets are shown by the geographical area where the assets are located.

The Group's non-current assets by Geographical location are detailed below:

	<b>Group's non-current assets</b>	
	<b>2016</b>	<b>2015</b>
	S\$	S\$
Singapore	12,410,351	15,582,318
Malaysia	28,434	56,043
Cayman Islands	4	4
	<b>12,438,789</b>	<b>15,638,365</b>

## Other information

A reconciliation of the Segment results to profit/(loss) before tax is provided as follows:

	Group	
	2016	2015
	S\$	S\$
Segment results	7,343,429	906,418
Depreciation and amortisation	(1,899,250)	(1,568,412)
Unallocated corporate expenses	(1,283,487)	(1,828,174)
Gain on disposal of subsidiaries	-	4,182,023
Share of loss of associated companies	(2,337,529)	(6,301,794)
Finance costs	(336,403)	(866,404)
Finance income	957	3,893
Profit/(Loss) before tax	<u>1,487,717</u>	<u>(5,472,450)</u>

A reconciliation of total assets for reportable segments to total assets is as follows:

	Group	
	2016	2015
	S\$	S\$
Segment assets for reportable segments	14,059,348	15,218,562
Investment in associated companies	1,922,726	4,553,818
Property, plant and equipment	614,369	701,511
Investment properties	2,151,944	2,195,648
Unallocated assets	286,163	852,343
Total assets	<u>19,034,550</u>	<u>23,521,882</u>

A reconciliation of total liabilities for reportable segments to total liabilities is as follows:

	Group	
	2016	2015
	S\$	S\$
Segment liabilities reportable segments	9,452,303	10,563,582
Borrowings	3,025,789	7,946,615
Unallocated liabilities	2,469,420	2,634,241
Total liabilities	<u>14,947,512</u>	<u>21,144,438</u>

**17. 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.

**18. A breakdown of sales**

	Group		
	12 months ended 31-Dec-16	12 months ended 31-Dec-15	%
		<b>Restated</b>	
a) Sales reported for first half year	1,195,048	2,027,514	-41%
b) Operating profit/(loss) after tax before deducting minority interest reported for first half year	4,780,623	(3,492,900)	nm
c) Sales reported for second half year	993,612	2,051,156	-52%
d) Operating loss after tax before deducting minority interest reported for second half year	(3,147,843)	(1,819,082)	73%

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

Not applicable.

20. **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 office or substantial shareholder of the issuer pursuant to Rule 704 (13) in the format below. If there are no such persons, the issuers must make an appropriate negative statement.**

Not applicable.

## BY ORDER OF THE BOARD

Datuk Jared Lim Chih Li  
Managing Director  
1 March 2017

Jaleeludeen Bin Abu Baker  
Audit Committee Chairman  
1 March 2017