

CPH LTD.

**Unaudited Full Year Financial Statement and Dividend Announcement for the Financial Year
Ended 31 March 2014**

This announcement has been prepared by CPH Ltd. ("the Company") and its contents have been reviewed by the 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.

The contact person for the Sponsor is Mr Mark Liew, Managing Director, Corporate Finance, at 20 Cecil Street, #21-02, Equity Plaza, Singapore 049705, telephone (65) 6229 8088.

PART 1 - 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.

	Group		
	S\$'000		%
	31/3/2014	31/3/2013 (Restated)	Increase/ (Decrease)
Continuing operations			
Revenue	7,242	7,392	(2.0)
Cost of sales	(6,705)	(6,707)	(0.0)
Gross profit	537	685	(21.6)
Share of results of associate, net of tax	50	37	35.1
Change in fair value of investment property	-	1,872	NM
Interest income	8	9	(11.1)
Other income	533	486	9.7
Selling and distribution expenses	(97)	(107)	(9.3)
Administrative and other operating expenses	(3,180)	(2,154)	47.6
Finance costs	(25)	(19)	31.6
Loss from continuing operations, before income tax	(2,174)	809	NM
Income tax expense	-	-	-
Loss from continuing operations, net of tax	(2,174)	809	NM
Discontinued operations			
Loss from discontinued operations, net of tax	(2,043)	(1,340)	52.5
Loss for the financial year	(4,217)	(531)	694.2
Other comprehensive income:			
<i>Items that will or may be reclassified subsequently to profit or loss:</i>			
Continuing operations			
Exchange differences on translating foreign operations	(54)	(44)	22.7
Discontinued operations			
Exchange differences on translating foreign operations	(4)	(11)	(63.6)
Reclassification adjustment arising from disposal of foreign operation	59	-	NM
Income tax relating to items that will or may be reclassified	-	-	-
Other comprehensive income for the financial year, net of tax	1	(55)	NM
Total comprehensive income for the financial year	(4,216)	(586)	619.5
Loss attributable to:			
Owners of the parent			
- Continuing operations	(1,804)	934	NM
- Discontinued operations	(1,284)	(678)	89.4
	(3,088)	256	NM
Non-controlling interests			
- Continuing operations	(370)	(125)	196.0
- Discontinued operations	(759)	(662)	14.7
	(1,129)	(787)	43.5
	(4,217)	(531)	694.2
Total comprehensive income attributable to:			
Owners of the parent			
- Continuing operations	(1,858)	890	NM
- Discontinued operations	(1,256)	(684)	83.6
	(3,114)	206	NM
Non-controlling interests			
- Continuing operations	(370)	(125)	196.0
- Discontinued operations	(732)	(667)	9.8
	(1,102)	(792)	39.2
	(4,216)	(586)	619.5

NM = Not Meaningful

1 (a)(ii) Notes to consolidated statement of comprehensive income

	Group		
	S\$'000		%
	31/3/2014	31/3/2013 (Restated)	Increase/ (Decrease)
Loss after income tax is arrived at:			
After charging:			
Continuing operations			
Depreciation of property, plant and equipment	601	701	(14.3)
Foreign exchange loss, net	162	100	62.0
Interest expense	25	19	31.6
Plant and equipment written off	62	1	6,100.0
Impairment loss on investment in associate	980	-	NM
Discontinued operations			
Loss on disposal of a subsidiary	1,405	-	NM
Impairment loss on property, plant and equipment	653	-	NM
Depreciation of property, plant and equipment	294	483	(39.1)
Plant and equipment written off	22	-	NM
and crediting:			
Continuing operations			
Interest income	8	9	(11.1)
Rental Income	474	455	4.2
Discontinued operations			
Foreign exchange gain, net	17	13	30.8

NM = 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

	Group	Group	Company	Company
	As at 31/03/14	As at 31/03/13	As at 31/03/14	As at 31/03/13
	S\$'000	S\$'000	S\$'000	S\$'000
Non-current assets				
Subsidiaries	-	-	12,731	12,731
Investment in associate	654	1,584	-	-
Property, plant and equipment	2,802	5,089	-	-
Investment property	8,000	8,000	-	-
Other receivables	-	-	2,638	2,506
Available-for-sale financial asset	98	98	98	98
	<u>11,554</u>	<u>14,771</u>	<u>15,467</u>	<u>15,335</u>
Current assets				
Inventories	1,937	2,006	-	-
Trade and other receivables	1,678	1,606	1,254	2,037
Prepayments	53	99	9	9
Fixed deposits with banks	3,023	3,617	-	-
Cash and bank balances	1,340	1,875	946	1,199
	<u>8,031</u>	<u>9,203</u>	<u>2,209</u>	<u>3,245</u>
Less:				
Current liabilities				
Trade and other payables	1,327	1,762	125	121
Finance lease payables	22	-	-	-
Bank borrowings	757	612	-	-
	<u>2,106</u>	<u>2,374</u>	<u>125</u>	<u>121</u>
Net current assets	<u>5,925</u>	<u>6,829</u>	<u>2,084</u>	<u>3,124</u>
Non-current liability				
Finance lease payables	(102)	-	-	-
Deferred tax liabilities	(169)	(176)	-	-
	<u>(271)</u>	<u>(176)</u>	<u>-</u>	<u>-</u>
	<u>17,208</u>	<u>21,424</u>	<u>17,551</u>	<u>18,459</u>
Capital and reserves				
Share capital	24,764	24,764	24,764	24,764
Foreign currency translation account	(258)	(232)	-	-
Share-based payment reserve	10	10	10	10
Accumulated losses	(6,056)	(2,968)	(7,223)	(6,315)
Equity attributable to owners of the parent	<u>18,460</u>	<u>21,574</u>	<u>17,551</u>	<u>18,459</u>
Non-controlling interests	(1,252)	(150)	-	-
Total equity	<u>17,208</u>	<u>21,424</u>	<u>17,551</u>	<u>18,459</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 31/03/2014		As at 31/03/2013	
S\$'000		S\$'000	
Secured	Unsecured	Secured	Unsecured
22	757	-	612

Amount repayable after one year

As at 31/03/2014		As at 31/03/2013	
S\$'000		S\$'000	
Secured	Unsecured	Secured	Unsecured
102	-	-	-

Details of any collateral

The finance lease of the Group is secured by PCB Tester (FY2013: Nil) under finance lease. PCB Tester was purchased by subsidiary of the Company, Circuit Plus (M) Sdn. Bhd. (FY2013: Nil)

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.

	Group	
	31/03/2014 S\$'000	31/03/2013 S\$'000 (Restated)
Operating activities		
Loss before income tax from continuing operations	(2,174)	809
Loss before income tax from discontinued operations	(2,043)	(1,340)
Loss before income tax, total	<u>(4,217)</u>	<u>(531)</u>
Adjustments for:-		
Depreciation of property, plant and equipment	895	1,184
Change in fair value of investment property	-	(1,872)
Interest expenses	25	19
Interest income	(8)	(9)
Loss on disposal of a subsidiary	1,405	-
Plant and equipment written off	84	1
Impairment loss on property, plant and equipment	653	-
Impairment loss on investment in associate	980	-
Share of results of associate, net of tax	(50)	(37)
Operating loss before working capital changes	<u>(233)</u>	<u>(1,245)</u>
Working capital changes:-		
Inventories	(2)	75
Trade and other receivables	(2,005)	(211)
Prepayment	47	21
Trade and other payables	934	(1,061)
Net cash used in operating activities	<u>(1,259)</u>	<u>(2,421)</u>
Investing activities		
Purchase of plant and equipment	(108)	(284)
Additions to investment property through subsequent expenditure	-	(328)
Disposal of a subsidiary, net of cash disposed of	123	-
Interest received	8	9
Net cash from/ (used) in investing activities	<u>23</u>	<u>(603)</u>
Financing activities		
Proceeds from placement shares	-	1,485
Share issue expenses	-	(37)
Proceeds from trust receipts	2,390	2,183
Repayment of trust receipts	(2,245)	(1,985)
Repayment of finance lease payable	(5)	-
Interest paid	(25)	(19)
Net cash from financing activities	<u>115</u>	<u>1,627</u>
Net change in cash and cash equivalents	(1,121)	(1,397)
Cash and cash equivalents at beginning of financial year	5,492	6,900
Exchange difference on cash and cash equivalents	(8)	(11)
Cash and cash equivalents at end of financial year (See Note A)	<u>4,363</u>	<u>5,492</u>

Note A

Cash and cash equivalents comprise fixed deposits and cash and bank balances.

	31/03/2014	31/03/2013
	S\$'000	S\$'000
Fixed deposits with banks	3,023	3,617
Cash and bank balances	<u>1,340</u>	<u>1,875</u>
	<u><u>4,363</u></u>	<u><u>5,492</u></u>

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

The Group	Share capital S\$'000	Foreign currency translation account S\$'000	Share-based payment reserve S\$'000	Accumulated losses S\$'000	Total equity attributable to owners of the parent S\$'000	Non- controlling interests S\$'000	Total equity S\$'000
Balance as at 1 April 2012	23,316	(182)	10	(3,224)	19,920	642	20,562
Profit/ (Loss) for the financial year	-	-	-	256	256	(787)	(531)
Other comprehensive income:							
Exchange differences on translating foreign operation	-	(50)	-	-	(50)	(5)	(55)
Total comprehensive income for the financial year	-	(50)	-	256	206	(792)	(586)
Contributions by owners of the parent							
Issue of placement shares	1,485	-	-	-	1,485	-	1,485
Share issue expenses	(37)	-	-	-	(37)	-	(37)
Total transactions with owners of the parent	1,448	-	-	-	1,448	-	1,448
Balance as at 31 March 2013	24,764	(232)	10	(2,968)	21,574	(150)	21,424
Balance as at 1 April 2013	24,764	(232)	10	(2,968)	21,574	(150)	21,424
Loss for the financial year	-	-	-	(3,088)	(3,088)	(1,129)	(4,217)
Other comprehensive income:							
Exchange differences on translating foreign operation	-	(58)	-	-	(58)	-	(58)
Reclassification adjustment arising from disposal of foreign operation	-	32	-	-	32	27	59
Total comprehensive income for the financial year	-	(26)	-	(3,088)	(3,114)	(1,102)	(4,216)
Balance as at 31 March 2014	24,764	(258)	10	(6,056)	18,460	(1,252)	17,208

The Company	Share capital S\$'000	Share-based payment reserve S\$'000	Accumulated losses S\$'000	Total S\$'000
Balance as at 1 April 2012	23,316	10	(956)	22,370
Loss for the financial year, representing total comprehensive income for the financial year	-	-	(5,359)	(5,359)
Contributions by owners of the parent				
Issue of placement shares	1,485	-	-	1,485
Share issue expenses	(37)	-	-	(37)
Balance as at 31 March 2013	24,764	10	(6,315)	18,459
Balance as at 1 April 2013	24,764	10	(6,315)	18,459
Loss for the financial year, representing total comprehensive income for the financial year	-	-	(908)	(908)
Balance as at 31 March 2014	24,764	10	(7,223)	17,551

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 share capital of the Company was S\$24,764,175 divided into 1,229,226,124 ordinary shares as at 30 September 2013 and 31 March 2014. There was no change in the Company's share capital from 30 September 2013 up to 31 March 2014.

The Company did not have any outstanding convertible securities or treasury shares as at 31 March 2014 and 31 March 2013.

1(d) (iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

The total number of issued shares of the Company as at 31 March 2014 and 31 March 2013 was 1,229,226,124 ordinary shares.

The Company did not have treasury shares as at 31 March 2014 and 31 March 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, as the Company did not have treasury shares during and as at the end of the current financial year reported on.

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

The figures have not been audited or reviewed by the Company's 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 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 reported on

as compared with those in the Company's audited financial statements for the financial year ended 31 March 2013 ("FY2013").

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 adopted the new or revised Singapore Financial Reporting Standards ("FRS") and Interpretations of FRS ("INT FRS") that are relevant to its operations and are effective for the annual periods beginning or after 1 April 2013. The adoption of these new or revised FRS and INT FRS where relevant has no material financial impact on the Group's accounting policies or the financial statements for the current financial year reported on.

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

(Loss)/ Earnings per ordinary share of the Group based on (loss)/ profit attributable to owners of the Company	Group	
	31/3/2014	31/3/2013 (Restated)
(Loss)/ profit from continuing operations attributable to owners of the parent (SGD' 000)	(1,804)	934
(Loss) from discontinued operations attributable to owners of the parent (SGD' 000)	(1,284)	(678)
<u>Continuing operations</u>		
(a) Based on the weighted average number of ordinary shares in issue (SGD cents)	(0.15)	0.07
(b) On a fully diluted basis (SGD cents)	(0.15)	0.07
<u>Discontinued operations</u>		
(c) Based on the weighted average number of ordinary shares in issue (SGD cents)	(0.10)	(0.06)
(d) On a fully diluted basis (SGD cents)	(0.10)	(0.06)

(Loss)/ Earnings per ordinary share for the financial year ended 31 March 2014 ("FY2014") and FY2013 in Item 6(a) and 6(c) were computed based on the (loss)/ profit attributable to the equity holders of the Company divided by the weighted average number of ordinary shares in issue of 1,229,226,124 ordinary shares for FY2014 and FY2013.

(Loss)/ Earnings per ordinary share on a fully diluted basis for FY2014 and FY2013 in Item 6(b) and 6(d) are the same as the basic loss per ordinary share because the Company did not have any potential dilutive ordinary shares during and as at the end of the respective financial years.

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	
	As at 31/03/2014	As at 31/03/2013	As at 31/03/2014	As at 31/03/2013
Net asset value per ordinary share based on issued share capital (SGD cents)	1.40	1.74	1.43	1.50

Net asset value per share of the Group and Company were computed based on the net assets of the Group and the Company respectively, divided by the issued ordinary share capital of 1,229,226,124 shares as at 31 March 2014 and 31 March 2013.

- 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.

Review of the Financial Performance of the Group (FY2014 vs. FY2013)

Discontinued operations

The Group had on 31 October 2013 announced that Qian Xi (ChongQing) Pte. Ltd., the 51.51% owned subsidiary of the Group, had disposed of its 100% equity interest in Cheer Garden Restaurant Co, Ltd in Chongqing, China ("CG"). Following the disposal, CG is no longer a subsidiary of the Group and the Group's food and beverage business ("F&B") in the PRC has ceased.

Turnover

The Group's revenue of S\$7.24 million for FY2014 consisted only revenue from its printed circuit board products ("PCB") and it was slightly lower as compared to S\$7.39 million recorded in FY2013. The lower revenue was attributed to the lower shipments for one of its Japanese customers due to reduction in its production output.

Loss before Income Tax

The Group's gross profit for FY2014 was S\$0.54 million as compared to S\$0.69 million recorded for FY2013 due to higher employment costs and factory overheads together with pricing pressure from competitors. The Group's gross profit margin from its PCB was lower at 7.4% recorded in FY2014 as compared to 9.3% recorded in FY2013.

Other income in FY2014 was S\$0.53 million, an increase of S\$0.04 million from S\$0.49 million recorded in FY2013. The increase was mainly contributed by S\$0.05 million government grants received in FY2014. The rental incomes received in FY2014 remain relatively constant at S\$0.47 million as compared to S\$0.46 million recorded in FY2013.

Selling and distribution expenses reduced by S\$0.01 million from S\$0.11 million recorded in FY2013 to S\$0.10 million for FY2014 mainly due to lower freight charges.

The Group's administrative and operating expenses increased from S\$2.15 million in FY2013 to S\$3.18 million in FY2014 mainly due to the increase of land lease for the Group's Singapore factory of S\$0.10 million, an increase of S\$0.06 million in exchange loss, impairment loss in investment in associate of S\$0.98 million and partially offset by a reduction of S\$0.07 million in staff cost. The Group provided an impairment loss in investment in Joy Garden Restaurant Pte. Ltd. ("JG") as the banquet business was affected by the lower demand and strong competition from other restaurant operators.

The depreciation charges for PCB operation was reduced from S\$0.70 million in FY2013 to S\$0.60 million in FY2014 as some of the existing plant and equipment were fully depreciated during FY2014.

The Group's finance cost remained at similar level of S\$0.03 million for both FY2013 and FY2014.

The Group recorded a profit of S\$0.05 million in its share of results of associate for FY2014 as compared to a profit S\$0.04 million for FY2013.

The Group recorded a loss on discontinued operation which amounted to S\$2.04 million as the Group disposed of CG on 31 October 2013.

The Group recorded a loss before income tax of S\$4.22 million in FY2014 as a result of the above as compared to a loss before income tax of S\$0.53 million in FY2013.

Statements of financial position

The Group's investment in associate reduced from S\$1.58 million in FY2013 to S\$0.65 million in FY2014 due to the impairment of S\$0.98 million in FY2014 for the Group's investment in JG as the future prospects of JG is uncertain.

The Group's property, plant and equipment decreased from S\$5.09 million as at the end of FY2013 to S\$2.80 million as at the end of FY2014 mainly due to the disposal of CG. CG accounted for S\$1.77 million of the Group's property, plant and equipment in FY2013. Depreciation charges of S\$0.60 million and an addition of S\$0.11 million of plant and equipment for the Group's PCB operation were incurred in FY2014. The value of the Group's investment property remained at S\$8.00 million as at the end of FY2013 and FY2014.

Inventories reduced from S\$2.01 million as at the end of FY2013 to S\$1.94 million as at the end of FY2014. Trade and other receivables increased slightly from S\$1.61 million as at the end of FY2013 to S\$1.68 million as at the end of FY2014 due to higher revenue recorded towards the last few months of FY2014. Trade and other payables decreased from S\$1.76 million as at the

end of FY2013 to S\$1.33 million as at the end of FY2014 as CG had been sold in FY2014 and all its payables were settled before the end of FY2014.

The finance lease payables increased by S\$0.12 million as at the end of FY2014 as the Group purchased a plant and equipment with finance lease arrangement. Bank borrowings increased from S\$0.61 million as at the end of FY2013 to S\$0.76 million as at the end of FY2014 as more banking facilities were utilised towards the end of FY2014.

The Group's working capital was S\$5.93 million as at the end of FY2014 as compared to S\$6.83 million as at the end of FY2013.

Cash Flow and Working Capital

Cash and cash equivalents decreased from S\$5.49 million as at the end of FY2013 to S\$4.36 million as at the end of FY2014.

Net cash used in operating activities in FY2014 amounted to S\$1.26 million due to an operating outflow of S\$0.23 million before working capital changes adjusted for a net decreased in working capital of S\$1.03 million.

Net cash generated from investment activities amounted to S\$0.02 million during FY2014. The Group received net proceeds of S\$0.12 million from the disposal of CG and spent S\$0.11 million for the purchases of plant and equipment for its PCB operation.

For the financing activities, a net amount of S\$0.15 million was generated from the trust receipts. The Group utilised S\$0.03 million in FY2014 for interest payment.

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

Not applicable as no prospect statement in respect of FY2014 was previously disclosed 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.

Intensified market competition, along with rising labour and utilities costs are expected to continue to pose challenges to the Group's business performance. As previously announced, the Group has disposed of its F&B business in CG on 31 October 2013. The Group continues to look for opportunities for diversification and expanding its revenue and earnings base.

11. Dividend

(a) *Current Financial Period Reported On*

Any dividend declared for the current period?

None.

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

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

None.

(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 declared / recommended for FY2014.

PART II – ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

13. Segmented revenue and results for operating 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.

Geographical information

FY2014	Asia (excluding Japan and China)	Europe	Japan	United States of America	China	Consolidated
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Total revenue from external customers	1,846	3,972	1,418	6	-	7,242
Non-current assets	11,456	-	-	-	-	11,456

FY2013	Asia (excluding Japan & China)	Europe	Japan	United States of America	China	Consolidated
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Total revenue from external customers	1,935	3,692	1,757	8	-	7,392
Non-current assets	12,932	-	-	-	1,741	14,673

Business segments

FY2014	Food and beverage (Discontinued Operations) S\$'000	Printed circuit boards (Continuing Operations) S\$'000	Food and beverage (Continuing Operations) S\$'000	Unallocated S\$'000	Consolidated S\$'000
Revenue					
External revenue	1,005	7,242	-	-	8,247
Total revenue	1,005	7,242	-	-	8,247
Results					
Segment results	(2,043)	(513)	(1,313)	(381)	(4,250)
Interest income	-	7	-	1	8
Finance costs	-	(25)	-	-	(25)
Share of results of associate, net of tax	-	-	50	-	50
Loss before income tax	(2,043)	(531)	(1,263)	(380)	(4,217)
Income tax expense	-	-	-	-	-
Loss after income tax	(2,043)	(531)	(1,263)	(380)	(4,217)
Non-cash items					
Depreciation of property, plant and equipment	(294)	(592)	(9)	-	(895)
Loss on disposal of a subsidiary	(1,405)	-	-	-	(1,405)
Impairment loss on property, plant and equipment	(653)	-	-	-	(653)
Impairment loss on investment in associate	-	-	(980)	-	(980)
Capital expenditure					
- Property, plant and equipment	-	108	-	-	108
	-	108	-	-	108
Assets and Liabilities					
Segment assets	812	17,768	700	1,117	20,397
Total assets	812	17,768	700	1,117	20,397
Segment liabilities	1,080	2,055	25	128	3,288
Deferred tax liabilities	-	169	-	-	169
Total liabilities	1,080	2,224	25	128	3,457

FY2013 (Restated)	Food and beverage (Discontinued Operations) S\$'000	Printed circuit boards (Continuing Operations) S\$'000	Food and beverage (Continuing Operations) S\$'000	Unallocated S\$'000	Consolidated S\$'000
Revenue					
External revenue	2,489	7,392	-	-	9,881
Total revenue	2,489	7,392	-	-	9,881
Results					
Segment results	(882)	1,448	(829)	(296)	(559)
Interest income	-	9	-	-	9
Finance costs	-	(19)	-	-	(19)
Share of results of associate, net of tax	-	-	37	-	37
Loss before income tax	(882)	1,438	(792)	(296)	(532)
Income tax expense	-	-	-	-	-
Loss after income tax	(882)	1,438	(792)	(296)	(532)
Non-cash items					
Changes in fair value of investment property	-	(1,872)	-	-	(1,872)
Depreciation of property, plant and equipment	(483)	(682)	(18)	(1)	(1,184)
Capital expenditure					
- Investment property	-	328	-	-	328
- Property, plant and equipment	10	274	-	-	284
	10	602	-	-	612
Assets and Liabilities					
Segment assets	2,091	18,727	1,781	1,375	23,974
Total assets	2,091	18,727	1,781	1,375	23,974
Segment liabilities	591	1,641	19	123	2,374
Deferred tax liabilities	-	176	-	-	176
Total liabilities	591	1,817	19	123	2,550

14. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the operating segments.

Revenue of the Group's PCB products from Asia (excluding Japan and China) and Japan were lower in FY2014 as compared to FY2013 due to lower production output by the Group's customers. The Group's higher shipments to the Group's key European customers help to offset the reduction. The Group's European customers contributed approximately 54.8% of the Group's revenue whereas Asia (excluding Japan and China) and Japan contributed 25.5% and 19.6% respectively.

15. A breakdown of sales as follows:-

	Group		
	S\$'000 Latest Financial Year	S\$'000 Previous Financial Year	% Increase/ (decrease)
<u>Continuing Operations</u>			
(a) Sales reported for first half year	3,608	3,768	(4.2)
(b) Operating loss after income tax deducting non-controlling interests reported for first half year	(583)	(103)	466.0
(c) Sales reported for second half year	3,634	3,624	0.3
(d) Operating (loss)/ profit after income tax deducting non-controlling interests reported for second half year	(1,221)	1,037	NM
<u>Discontinued Operations</u>			
(a) Sales reported for first half year	873	1,160	(24.7)
(b) Operating loss after income tax deducting non-controlling interests reported for first half year	(384)	(761)	(49.5)
(c) Sales reported for second half year	132	1,329	(90.1)
(d) Operating (loss)/profit after income tax deducting non-controlling interests reported for second half year	(900)	83	NM

NM = Not Meaningful

16. A breakdown of the total annual dividend (in dollar value) for the issuer’s latest full year and its previous full year as follows:-

Not applicable. No dividend has been declared / recommended for FY2014 and FY2013.

17. If the Group has obtained a general mandate from shareholders for interested person transactions (“IPT”), 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 general mandate for interested person transactions. There was no interested person transaction with value more than S\$100,000 during FY2014.

18. Update on Use of Proceeds

Update on use of Rights Issue Proceeds

Intended Use	S\$ million		
	Approximate Amount	Amount Used To Date	Amount Remaining
1. Upgrade and renovate the factory building	1.34	1.34	Nil
- Purchase of raw materials for the PCB business	0.22 ⁽¹⁾	0.22	Nil
2. Major upgrading of machineries and equipment used for the Group's existing business	1.16	1.16	Nil
- Purchase of raw materials for the PCB business	0.09 ⁽¹⁾	0.09	Nil
3. General working capital			
- Purchase of raw materials for the PCB business	1.32	1.32	Nil
- Business expansion into F&B business	0.55	0.55	Nil
4. Support business development, and provide liquidity for business expansion through acquisitions, joint ventures and collaborations	1.56	1.56	Nil
5. Expenses incurred in connection with the Rights Issue	0.20	0.20	Nil
Total	6.44	6.44	0.00

Notes:

⁽¹⁾ Approximately S\$0.22 million and S\$0.09 million were redeployed from the amount allocated for the renovation of the factory building and the upgrading of machineries respectively for the purchase of raw materials in the PCB business.

Update on use of Placement Proceeds

On 27 February 2008, the Company issued 64,000,000 shares by way of a private placement (the "2008 Placement") and the net proceeds amounted to approximately S\$2.27 million. The Company has not, as yet, utilised the net proceeds from the 2008 Placement. The full amount has been placed as term deposits with a bank.

As part of the Company's strategy to execute its investment and business expansion plan, the Company had on 18 December 2012 completed a share placement exercise (the "2012 Placement") in which a total of 150,000,000 ordinary shares were issued and gross proceeds of approximately S\$1.49 million were raised. The following table shows an update on the use of proceeds from the 2012 Placement as at the date of this announcement:

Intended Use	S\$ million		
	Approximate Amount Allocated	Amount Used To Date	Amount Remaining
1. Support business expansion through acquisitions, joint ventures and collaborations in businesses other than the PCB business	1.01	-	1.01
2. General working capital -purchase of raw materials in the PCB business	0.43	0.43	Nil
3. Expenses incurred in connection with the Placement Shares -purchase of raw materials in the PCB business	0.04 0.01	0.04 0.01 ⁽¹⁾	Nil Nil
Total	1.49	0.48	1.01

Note:

⁽¹⁾ Approximately S\$0.01 million was redeployed from the amount allocated for expenses incurred in connection with the Placement Shares for the purchase of raw materials in the PCB business.

- 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 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
Tan Yeat Chia (“Mr Tan”)	29	Son of Mdm Choo Tung Kheng, the Managing Director and substantial shareholder of the Company	Corporate Services Manager. Mr Tan is responsible for business development and support services for the food & beverage business of the Group. Mr Tan was appointed on 18 January 2012.	Nil

BY ORDER OF THE BOARD

Choo Tung Kheng
Managing Director
29 May 2014