

**SBS TRANSIT LTD**

Company Registration No.: 199206653M

Full Year Financial Statements and Dividend Announcement

The Board of Directors announces the audited results for the year ended 31 December 2016.

1 GROUP INCOME STATEMENT

	Group		
	Full Year 2016	Full Year 2015	Incr/ (Decr)
	\$'000	\$'000	%
Revenue	1,098,736	1,023,923	7.3
Staff costs	581,143	491,723	18.2
Repairs and maintenance costs	131,453	115,870	13.4
Fuel and electricity costs	127,082	173,961	(26.9)
Premises costs	51,959	45,270	14.8
Depreciation expense	81,660	85,360	(4.3)
Other operating costs	83,680	86,578	(3.3)
Total operating costs	<u>1,056,977</u>	<u>998,762</u>	5.8
Operating profit	41,759	25,161	66.0
Net income from investments	243	242	0.4
Finance costs	<u>(5,268)</u>	<u>(5,843)</u>	(9.8)
Profit before taxation	36,734	19,560	87.8
Taxation	<u>(5,384)</u>	<u>(2,846)</u>	89.2
Profit attributable to shareholders	<u><u>31,350</u></u>	<u><u>16,714</u></u>	87.6

2 STATEMENTS OF FINANCIAL POSITION

	Group		Company	
	31 Dec 2016	31 Dec 2015	31 Dec 2016	31 Dec 2015
	\$'000	\$'000	\$'000	\$'000
ASSETS				
Current assets				
Cash and bank balances	4,254	4,379	3,446	3,907
Trade receivables	77,238	9,577	76,284	9,142
Other receivables and prepayments	19,274	82,429	128,408	160,257
Inventories	59,695	48,365	53,000	45,130
Total current assets	<u>160,461</u>	<u>144,750</u>	<u>261,138</u>	<u>218,436</u>
Non-current assets				
Subsidiary	-	-	5,000	5,000
Investments	5,268	5,337	5,268	5,337
Prepayments	2,527	21,592	2,519	21,334
Vehicles, premises and equipment	866,186	904,506	851,924	888,368
Deferred tax assets	20,354	14,961	-	-
Total non-current assets	<u>894,335</u>	<u>946,396</u>	<u>864,711</u>	<u>920,039</u>
Total assets	<u><u>1,054,796</u></u>	<u><u>1,091,146</u></u>	<u><u>1,125,849</u></u>	<u><u>1,138,475</u></u>
LIABILITIES AND EQUITY				
Current liabilities				
Borrowings	150,000	87,500	150,000	87,500
Trade and other payables	241,948	247,669	214,181	223,393
Deposits received	4,967	4,452	4,301	3,816
Insurance premiums payable and provision for accident claims	24,799	26,652	24,799	26,652
Fuel price equalisation account	19,992	19,992	19,992	19,992
Income tax payable	67	43	67	43
Total current liabilities	<u>441,773</u>	<u>386,308</u>	<u>413,340</u>	<u>361,396</u>
Non-current liabilities				
Borrowings	66,000	250,000	66,000	250,000
Deferred grants	7,709	8,426	7,709	8,426
Deposits received	4,802	5,921	3,908	5,131
Deferred tax liabilities	85,554	71,545	85,554	71,545
Provision for service benefits and long service awards	10,981	10,260	10,836	10,186
Fuel price equalisation account	19,992	19,992	19,992	19,992
Total non-current liabilities	<u>195,038</u>	<u>366,144</u>	<u>193,999</u>	<u>365,280</u>
Total liabilities	<u><u>636,811</u></u>	<u><u>752,452</u></u>	<u><u>607,339</u></u>	<u><u>726,676</u></u>
Capital and reserves				
Share capital	97,138	94,786	97,138	94,786
Other reserves	38,566	(17,492)	38,566	(17,017)
Accumulated profits	282,281	261,400	382,806	334,030
Total equity	<u>417,985</u>	<u>338,694</u>	<u>518,510</u>	<u>411,799</u>
Total liabilities and equity	<u><u>1,054,796</u></u>	<u><u>1,091,146</u></u>	<u><u>1,125,849</u></u>	<u><u>1,138,475</u></u>

3 AGGREGATE AMOUNT OF GROUP'S BORROWINGS

	31 Dec 2016	31 Dec 2015
	\$'000	\$'000
Unsecured		
Amount repayable in one year or less, or on demand	150,000	87,500
Amount repayable after one year	66,000	250,000
	<u>216,000</u>	<u>337,500</u>

Details of any collateral

Not applicable.

4 GROUP CASH FLOW STATEMENT

	Group	
	Full Year	Full Year
	2016	2015
	\$'000	\$'000
Operating activities		
Profit before taxation	36,734	19,560
Adjustments for:		
Depreciation expense	81,660	85,360
Finance costs	5,268	5,843
Net gain on disposal of vehicles and equipment	(723)	(703)
Interest income	(243)	(242)
Grant income	(69,521)	(95,010)
Operating cash flows before movements in working capital	53,175	14,808
Changes in working capital	11,758	(13,091)
Cash generated from operations	64,933	1,717
Income tax paid	(24)	(68)
Net cash from operating activities	64,909	1,649
Investing activities		
Interest received	243	242
Proceeds from disposal of vehicles and equipment	15,630	218,801
Purchase of vehicles, premises and equipment	(23,455)	(155,801)
Net cash (used in) from investing activities	(7,582)	63,242
Financing activities		
New loans raised	437,300	466,946
Repayment of borrowings	(558,800)	(611,972)
Proceeds from share issue	2,236	190
Grants received	78,008	93,180
Interest paid	(5,691)	(5,535)
Dividends paid	(10,535)	(8,346)
Others	30	38
Net cash used in financing activities	(57,452)	(65,499)
Net decrease in cash and cash equivalents	(125)	(608)
Cash and cash equivalents at beginning of year	4,379	4,987
Cash and cash equivalents at end of year	4,254	4,379

5 GROUP COMPREHENSIVE INCOME STATEMENT

	Group	
	Full Year 2016	Full Year 2015
	\$'000	\$'000
Profit attributable to shareholders	31,350	16,714
<i>Item that will not be reclassified subsequently to profit or loss</i>		
Revaluation of premises ^(Note A)	40,265	-
<i>Items that may be reclassified subsequently to profit or loss</i>		
Fair value adjustment on cash flow hedges	16,014	20,169
Fair value adjustment on investments	(69)	(150)
Total comprehensive income attributable to shareholders	87,560	36,733

Note A

This arose due to revaluation of a leasehold property.

6 STATEMENTS OF CHANGES IN EQUITY

Consolidated Statement of Changes in Equity for the year ended 31 December 2016:

	Group			
	Attributable to shareholders of the Company			
	Share capital \$'000	Other reserves \$'000	Accumulated profits \$'000	Total equity \$'000
Balance at 1 January 2015	94,579	(37,427)	252,927	310,079
Total comprehensive income for the year				
Profit for the year	-	-	16,714	16,714
Other comprehensive income for the year	-	20,019	-	20,019
Total	-	20,019	16,714	36,733
Transactions recognised directly in equity				
Exercise of share options	207	(17)	-	190
Payment of dividends	-	-	(8,346)	(8,346)
Other reserves	-	(67)	105	38
Total	207	(84)	(8,241)	(8,118)
Balance at 31 December 2015	94,786	(17,492)	261,400	338,694
Total comprehensive income for the year				
Profit for the year	-	-	31,350	31,350
Other comprehensive income for the year	-	56,210	-	56,210
Total	-	56,210	31,350	87,560
Transactions recognised directly in equity				
Exercise of share options	2,352	(116)	-	2,236
Payment of dividends	-	-	(10,535)	(10,535)
Other reserves	-	(36)	66	30
Total	2,352	(152)	(10,469)	(8,269)
Balance at 31 December 2016	97,138	38,566	282,281	417,985

Statement of Changes in Equity of the Company for the year ended 31 December 2016:

	Company			
	Share capital	Other reserves	Accumulated profits	Total equity
	\$'000	\$'000	\$'000	\$'000
Balance at 1 January 2015	94,579	(37,427)	295,464	352,616
Total comprehensive income for the year				
Profit for the year	-	-	46,807	46,807
Other comprehensive income for the year	-	20,494	-	20,494
Total	-	20,494	46,807	67,301
Transactions recognised directly in equity				
Exercise of share options	207	(17)	-	190
Payment of dividends	-	-	(8,346)	(8,346)
Other reserves	-	(67)	105	38
Total	207	(84)	(8,241)	(8,118)
Balance at 31 December 2015	94,786	(17,017)	334,030	411,799
Total comprehensive income for the year				
Profit for the year	-	-	59,245	59,245
Other comprehensive income for the year	-	55,735	-	55,735
Total	-	55,735	59,245	114,980
Transactions recognised directly in equity				
Exercise of share options	2,352	(116)	-	2,236
Payment of dividends	-	-	(10,535)	(10,535)
Other reserves	-	(36)	66	30
Total	2,352	(152)	(10,469)	(8,269)
Balance at 31 December 2016	97,138	38,566	382,806	518,510

7 CHANGES IN COMPANY'S SHARE CAPITAL

Share Capital

Since 30 September 2016, 90,000 new ordinary shares were issued by the Company upon the exercise of options granted under the SBS Transit Share Option Scheme.

As at 31 December 2016, the total number of issued shares was 310,254,766 (31 December 2015: 309,164,766).

Outstanding Shares – SBS Transit Share Option Scheme

The SBS Transit Share Option Scheme was not renewed following its expiry on 8 June 2010.

As at 31 December 2016, there were unexercised options for 3,085,000 (31 December 2015: 4,570,000) of unissued ordinary shares under the SBS Transit Share Option Scheme.

As at 31 December 2016, the Company does not hold any treasury shares.

8 AUDITOR'S REPORT

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SBS TRANSIT LTD

Report on the Audit of the Financial Statements

Opinion

We have audited the Financial Statements of SBS Transit Ltd (the "Company") and its subsidiary (the "Group") which comprise the Statements of Financial Position of the Group and the Company as at 31 December 2016, and the Income Statement, Comprehensive Income Statement, Statement of Changes in Equity and Cash Flow Statement of the Group and Statement of Changes in Equity of the Company for the year then ended, and notes to the Financial Statements, including a summary of significant accounting policies.

In our opinion, the Consolidated Financial Statements of the Group and the Statement of Financial Position and the Statement of Changes in Equity of the Company are properly drawn up in accordance with the provisions of the Companies Act, Chapter 50 (the "Act") and Financial Reporting Standards in Singapore ("FRSs") so as to give a true and fair view of the financial position of the Group and of the Company as at 31 December 2016 and of the financial performance, changes in equity and cash flows of the Group and changes in equity of the Company for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with Singapore Standards on Auditing ("SSAs"). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Group in accordance with the Accounting and Corporate Regulatory Authority ("ACRA") *Code of Professional Conduct and Ethics for Public Accountants and Accounting Entities* ("ACRA Code") together with the ethical requirements that are relevant to our audit of the Financial Statements in Singapore, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ACRA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the Financial Statements of the current year. These matters were addressed in the context of our audit of the Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Valuation and completeness of provision for accident claims

The valuation and completeness of provisions for settlement of accident claims involves estimation uncertainty. Management considers the probability and amount of the expected settlement claims based on the number of claims lodged, recent settlements, third party settlement data and accident claims statistics in determining the provision for accident claims as at 31 December 2016.

Our audit procedures included understanding the process used to determine the provision for accident claims. We compared the number of claims and recent settlements to accident claims statistics report issued by insurers; and independently evaluate the reasonableness of the provision estimated by Management. Based on our procedures, we found Management's key assumptions to be within reasonable range of our expectations.

Information Other than the Financial Statements and Auditor's Report Thereon

Management is responsible for the other information. The other information comprises the information included in the annual report but does not include the Financial Statements and our auditor's report thereon. The Directors' Statement was obtained prior to the date of this auditor's report and the remaining other information included in the annual report is expected to be made available to us after that date.

Our opinion on the Financial Statements does not cover the other information and we do not and will not express any form of assurance conclusion thereon.

In connection with our audit of the Financial Statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the Financial Statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

When we read the other information included in the annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and take appropriate actions in accordance with SSAs.

Responsibilities of Management and Directors for the Financial Statements

Management is responsible for the preparation of Financial Statements that give a true and fair view in accordance with the provisions of the Act and FRSs, and for devising and maintaining a system of internal accounting controls sufficient to provide a reasonable assurance that assets are safeguarded against loss from unauthorised use or disposition; and transactions are properly authorised and that they are recorded as necessary to permit the preparation of true and fair Financial Statements and to maintain accountability of assets.

In preparing the Financial Statements, Management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The Directors' responsibilities include overseeing the Group's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Financial Statements.

As part of an audit in accordance with SSAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- (a) Identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- (b) Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the group's internal control.
- (c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- (d) Conclude on the appropriateness of Management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the group to cease to continue as a going concern.
- (e) Evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.
- (f) Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the group to express an opinion on the Consolidated Financial Statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with the Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the Directors, we determine those matters that were of most significance in the audit of the Financial Statements of the current year and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

In our opinion, the accounting and other records required by the Act to be kept by the Company and by the subsidiary corporation incorporated in Singapore of which we are the auditors have been properly kept in accordance with the provisions of the Act.

The engagement partner on the audit resulting in this independent auditor's report is Mr. Chua How Kiat.

Deloitte & Touche LLP
Public Accountants and
Chartered Accountants

Singapore
9 February 2017

9 ACCOUNTING POLICIES

Other than Note A in paragraph 5, the Group has applied accounting policies and methods of computation in the Financial Statements for the current reporting year consistent with those of the audited Financial Statements for the year ended 31 December 2015.

In the current financial year, the Group has adopted all the new and revised Financial Reporting Standards ("FRSs") that are relevant to its operations and effective for annual periods beginning on 1 January 2016.

The adoption of these new and revised FRSs has no material effect on the amounts reported for the current or prior years.

10 CHANGES IN ACCOUNTING POLICIES AND METHODS OF COMPUTATION

See above.

11 GROUP EARNINGS PER ORDINARY SHARE AND EARNINGS BEFORE INTEREST, TAXATION, DEPRECIATION AND AMORTISATION (EBITDA)

Earnings per ordinary share

	Group	
	Full Year 2016	Full Year 2015
Earnings per ordinary share for the year based on profit attributable to shareholders:-		
(i) Based on the weighted average number of ordinary shares in issue (cents)	10.12	5.41
(ii) On a fully diluted basis (cents)	10.12	5.41

EBITDA

	Group	
	Full Year 2016	Full Year 2015
(i) EBITDA (\$'000)	123,419	110,521
(ii) EBITDA margin (%)	11.2	10.8

12 NET ASSET VALUE PER ORDINARY SHARE

	Group		Company	
	31 Dec 2016	31 Dec 2015	31 Dec 2016	31 Dec 2015
Net asset value per ordinary share based on issued share capital at the end of the year (dollars)	1.35	1.10	1.67	1.33

13 REVIEW OF GROUP PERFORMANCE

Performance Review

Group revenue of \$1,098.7m for 2016 increased by 7.3% or \$74.8m from \$1,023.9m for 2015 while Group operating costs of \$1,057.0m increased by 5.8% or \$58.2m from \$998.8m for 2015.

Group operating profit of \$41.8m for 2016 was 66.0% or \$16.6m higher than that of \$25.2m for 2015.

Net income from investments of \$243k for 2016 was 0.4% or \$1k higher than that of \$242k for 2015.

Finance costs of \$5.3m for 2016 were 9.8% or \$0.5m lower than that of \$5.8m for 2015.

Consequently, Group profit before taxation of \$36.7m for 2016 was 87.8% or \$17.1m higher than that of \$19.6m for 2015.

Taxation of \$5.4m for 2016 was higher than that of \$2.8m for 2015 by 89.2% or \$2.6m due mainly to higher profits for 2016.

Group profit attributable to shareholders of the Company of \$31.4m for 2016 was 87.6% or \$14.7m higher than that of \$16.7m for 2015.

A segmental breakdown by business is provided under paragraph 17.

Revenue from Public Transport Services came from the provision of bus and rail services to commuters travelling on public transport systems. Revenue from Public Transport Services of \$1,034.8m for 2016 was higher by 7.5% or \$72.1m compared to \$962.7m for 2015. In 2016, the provision of public bus services was made under the new Bus Contracting Model (BCM) from September 2016. Consequently, revenue from bus services for the year 2016 reflected eight months of contribution under the fare revenue model and four months of contribution under the BCM. The increase in revenue for Public Transport Services was due mainly to contribution from rail services due to higher rail ridership with the commencement of Downtown Line (DTL) 2, offset by lower average fare for the North-East Line (NEL) and Light Rail Transit (LRT) due to the fare reduction from 27 December 2015. For 2016, average daily ridership for the DTL grew by 190.2% to 220k passenger trips. Average daily ridership for NEL grew by 5.2% to 565k passenger trips and that for the LRT by 15.3% to 114k passenger trips as compared to last year. Operating profit for 2016 was \$2.7m compared to an operating loss of \$12.8m for 2015 due mainly to higher revenue and lower fuel and electricity costs, offset by higher staff costs and higher repairs and maintenance costs.

Revenue from Other Commercial Services comprised advertising and rental income. Revenue from Other Commercial Services of \$64.0m for 2016 was higher by 4.4% or \$2.7m compared to \$61.3m for 2015 due mainly to higher advertising revenue with more rail stations being added to the network with the commencement of DTL 2. Operating profit for 2016 at \$39.1m increased by 3.0% or \$1.1m compared to \$38.0m for 2015 due mainly to higher revenue, offset by higher staff costs, higher premises costs and higher other operating costs.

Statement of Financial Position

As at 31 December 2016, total equity for the Group increased by 23.4% or \$79.3m to \$418.0m as compared to 31 December 2015 due to profits generated from operations and an increase in other reserves, partially offset by payment of dividends.

Group total assets decreased by 3.3% or \$36.4m to \$1,054.8m due to a decrease in non-current assets of \$52.1m, partially offset by an increase in current assets of \$15.7m. The decrease in non-current assets was due mainly to the decreases in vehicles, premises and equipment and long-term prepayments following the novation of procurement contracts for the purchase of new buses to the Land Transport Authority (LTA), partially offset by the revaluation of leasehold land and building. The increase in current assets was due mainly to the increase in trade receivables and inventories, partially offset by a decrease in other receivables and prepayments.

Group total liabilities decreased by 15.4% or \$115.6m to \$636.8m due to a decrease in non-current liabilities of \$171.1m, partially offset by the increase in current liabilities of \$55.5m. The decrease in non-current liabilities was due mainly to the reclassification of the second series of Medium-Term-Notes (MTN) maturing in September 2017 to current liabilities and the repayment of borrowings, partially offset by an increase in deferred tax liabilities. The increase in current liabilities was due mainly to the reclassification of the same series of MTN from non-current liabilities, partially offset by a decrease in trade and other payables.

Cash Flow

The net cash outflow of \$0.1m for 2016 was mainly from the repayment of borrowings, purchase of vehicles, premises and equipment, payment of dividends and interest, partially offset by the new loans raised, grants received, net cash generated from operations, proceeds from disposal of vehicles and equipment, proceeds from share issue and interest received.

As at 31 December 2016, the Group had cash and bank balances of \$4.3m. After accounting for the borrowings of \$216.0m, the Group had a net debt position of \$211.7m and a net gearing ratio of 50.7% which was lower than that of 98.4% as at 31 December 2015. The Group's gross gearing ratio was 51.7% as at 31 December 2016 compared to 99.7% as at 31 December 2015.

14 ANY VARIANCE BETWEEN PROSPECT STATEMENT PREVIOUSLY DISCLOSED AND THE ACTUAL RESULTS

No forecast or prospect statement has been previously disclosed.

15 GROUP OUTLOOK

Revenue from Public Transport Services is expected to be higher. Bus service revenue is expected to be higher this year with a full year contribution of revenue under the BCM compared to four months' contribution in 2016. Rail service revenue is expected to be higher with higher ridership although this will be affected by the 4.2% fare reduction effective 30 December 2016.

Revenue from Other Commercial Services is expected to be maintained.

Operating costs will be higher with higher staff costs following the salary adjustments in June 2016 and the continued build-up of staff strength in preparation for DTL 3. Repairs and maintenance costs are also expected to be higher as more such works are carried out.

16 DIVIDEND**(a) Current Financial Period Reported on**

The Directors are pleased to propose a tax-exempt one-tier final dividend of 2.70 cents (2015: 1.05 cents) per ordinary share.

Name of Dividend	Final
Dividend Type	Cash; Tax-exempt one-tier
Dividend Amount per ordinary share	2.70 cents
Tax Rate	Exempt one-tier

(b) Corresponding Period of the Immediate Preceding Financial Year

Name of Dividend	Final
Dividend Type	Cash; Tax-exempt one-tier
Dividend Amount per ordinary share	1.05 cents
Tax Rate	Exempt one-tier

(c) Date Payable

The proposed final dividend, if approved by the Shareholders at the Twenty-Fourth Annual General Meeting of the Company to be held on 25 April 2017, will be payable on 12 May 2017.

(d) Books Closure Date

NOTICE IS HEREBY GIVEN that the Transfer Books and Register of Members of the Company will be closed on 5 May 2017 for the purposes of determining Shareholders' entitlements to the proposed final dividend.

Duly completed and stamped transfers received by the Company's Share Registrar, B.A.C.S. Private Limited, 8 Robinson Road, #03-00 ASO building, Singapore 048544, up to 5.00 p.m. on 4 May 2017 will be registered to determine Shareholders' entitlements to the final dividend.

Shareholders (being depositors) whose securities accounts with The Central Depository (Pte) Limited are credited with ordinary shares in the capital of the Company as at 5.00 p.m. on 4 May 2017 will be entitled to the proposed final dividend.

17 GROUP SEGMENTAL INFORMATION

By Business Activity

	Public Transport Services	Other Commercial Services	Total
	\$'000	\$'000	\$'000
<u>Full Year 2016</u>			
Revenue	1,034,786	63,950	1,098,736
<u>Results</u>			
Segment results	2,656	39,103	41,759
Net income from investments			243
Finance costs			(5,268)
Profit before taxation			<u>36,734</u>
Taxation			(5,384)
Profit after taxation			<u><u>31,350</u></u>
<u>Full Year 2015</u>			
Revenue	962,676	61,247	1,023,923
<u>Results</u>			
Segment results	(12,800)	37,961	25,161
Net income from investments			242
Finance costs			(5,843)
Profit before taxation			<u>19,560</u>
Taxation			(2,846)
Profit after taxation			<u><u>16,714</u></u>

18 BREAKDOWN OF REVENUE

	Full Year 2016	Full Year 2015	Incr/ (Decr)
	\$'000	\$'000	%
(a) Revenue reported for first half year	532,482	502,060	6.1
(b) Profit after taxation reported for first half year	15,332	10,861	41.2
(a) Revenue reported for second half year	566,254	521,863	8.5
(b) Profit after taxation reported for second half year	16,018	5,853	173.7

19 BREAKDOWN OF TOTAL ANNUAL DIVIDEND (IN DOLLAR VALUE)

	Full Year 2016 \$'000	Full Year 2015 \$'000
Ordinary shares (tax-exempt one-tier)		
- Interim	7,287	5,101
- Final (proposed)	8,377	3,248
Total	15,664	8,349

20 INTERESTED PERSON TRANSACTIONS

The Company does not have any shareholders' mandate for interested person transactions pursuant to Rule 920 of the Listing Manual.

21 DISCLOSURE OF PERSONS OCCUPYING MANAGERIAL POSITIONS

Pursuant to Rule 704(13) of the Listing Manual of the Singapore Exchange Securities Trading Limited, we confirm that as at 31 December 2016, none of the persons occupying managerial positions in the Company or its subsidiary is a relative of a Director or Chief Executive Officer or Substantial Shareholder of the Company.

22 CONFIRMATION PURSUANT TO RULE 720(1) OF THE LISTING MANUAL

The Company confirms that it has procured the Undertakings from all its Directors and Executive Officers in the format set out in Appendix 7.7 pursuant to Rule 720(1) of the Listing Manual.

BY ORDER OF THE BOARD

Chan Wan Tak, Wendy
Company Secretary

9 February 2017