



**FINANCIAL STATEMENT ANNOUNCEMENT
FOR THE FIRST QUARTER ENDED 31 MARCH 2015**

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1) RESULTS

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

1(a)(i) Unaudited Group Income Statement for the first quarter ended 31 March 2015

GROUP	First Quarter		
	Q1 2015	Q1 2014	Increase/ (Decrease)
	S\$'000	S\$'000	%
Revenue	12,178	13,934	(13)
<u>Other items of income</u>			
Interest income	31	31	-
Other income	1,951	2,345	(17)
<u>Items of expense</u>			
Financial expense	(1)	(8)	(88)
Purchases and changes in inventories of consumables and medical supplies	(2,139)	(2,373)	(10)
Employee benefits expense	(7,491)	(8,303)	(10)
Depreciation and amortisation	(392)	(881)	(56)
Rental expense	(2,253)	(2,222)	1
Other expenses	(1,469)	(1,817)	(19)
Total expenses	(13,745)	(15,604)	(12)
Share of results of associates	174	124	40
Profit/(Loss) before tax	589	830	(29)
Income tax expense	(44)	-	N.M.
Profit/(Loss) for the period	545	830	(34)
Attributable to:			
Owners of the company	455	1,100	(59)
Non-controlling interests	90	(270)	(133)
Profit/(Loss) for the period	545	830	(34)

NM: Not Meaningful

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

Statement of Comprehensive Expense	First Quarter		
	Q1 2015	Q1 2014	Increase/ (Decrease)
	S\$'000	S\$'000	%
Profit/(Loss) for the period	545	830	(34)
<u>Other comprehensive (expense) / income</u>			
Translation differences relating to financial statements of foreign subsidiaries	32	145	
Total comprehensive expense for the period	577	975	
Total comprehensive expense attributable to:			
Owners of the parent	455	1,366	
Non-controlling interests	122	(391)	
Total comprehensive expense for the period	577	975	

NM: Not Meaningful

1(a)(ii)

GROUP	First Quarter	
	Q1 2015	Q1 2014
	S\$'000	S\$'000
<u>Other income:</u>		
Other income	1,951	2,345
	251	2,345
<u>Financial expense:</u>		
Interest expense:		
- Bank loans	-	7
- Obligations under finance leases	-	1
- Other interest charges	1	-
Total interest expense	1	8
<u>Depreciation and amortisation:</u>		
Depreciation of property, plant and equipment	392	881
	392	881

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

1(a)(iii) Additional disclosures

	Three months ended 31 March		
	2015	2014	%
	S\$'000	S\$'000	Change
Interest income	31	31	-
Interest expense	(1)	(8)	(88)
Share of results of associates	174	124	40
Reversal of doubtful debts	31	-	N.M.
Bad debts written off	(55)	(1)	N.M.
Depreciation and amortisation	(392)	(881)	(56)
Foreign exchange gain/(loss) (net)	541	(3)	N.M.
Overprovision of tax in respect of prior year	-	-	-

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

	Group		Company	
	31/03/2015	31/12/2014	31/03/2015	31/12/2014
	S\$'000	S\$'000	S\$'000	S\$'000
ASSETS				
Current assets:				
Cash and bank	1,613	2,737	109	120
Trade and other receivables	7,067	6,703	14,288	10,341
Other assets	746	679	280	200
Inventories	1,114	1,245	-	-
	10,540	11,364	14,677	10,661
Assets of disposal group classified as held for sale	3,597	3,566	-	-
	14,137	14,930	14,677	10,661
Non-current assets:				
Investments in subsidiaries	-	-	3,936	3,936
Investments in associates	1,499	1,531	474	659
Other investments	-	-	-	-
Property, plant and equipment	4,060	4,266	1,552	1,698
Other assets	1,111	1,163	-	-
	6,670	6,960	5,962	6,293
TOTAL ASSETS	20,807	21,890	20,639	16,954
EQUITY AND LIABILITIES				
Current liabilities:				
Trade and other payables	11,690	12,486	15,358	14,013
Other liabilities	3,136	3,197	718	434
Income tax payable	338	254	-	-
Provision	411	411	405	405
	15,575	16,348	16,481	14,852
Liabilities directly associated with disposal group classified as held for sale	3,591	4,133	-	-
	19,166	20,481	16,481	14,852
Non-current liabilities:				
Deferred tax liabilities	29	29	-	-
Provisions	870	870	317	317
Other payables	-	-	-	-
	899	899	317	317
TOTAL LIABILITIES	20,065	21,380	16,798	15,169
Equity attributable to owners of the company:				
Share capital	62,615	62,615	62,615	62,615
Retained earnings	(60,144)	(60,254)	(58,774)	(60,830)
Foreign currency translation reserve	(533)	(533)	-	-
	1,938	1,828	3,841	1,785
Non-controlling interests	(1,196)	(1,318)	-	-
TOTAL EQUITY	742	510	3,841	1,785
TOTAL EQUITY AND LIABILITIES	20,807	21,890	20,639	16,954

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

Not applicable.

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

GROUP	Q1 2015	Q1 2014
	S\$'000	S\$'000
Cash flows from operating activities:		
Profit/(Loss) before tax	589	830
Adjustments for:		
Depreciation expense	392	881
Interest income	(31)	(31)
Interest expense	1	8
Fair value adjustment on financial assets and financial liabilities	4	6
Bad trade receivables written off	55	1
Bad trade receivables recovered	-	(1)
Loss on disposal of subsidiary	2	-
Gain on disposal of associates	(4)	-
Gain on disposal of fixed asset	(19)	-
Reversal of doubtful debts	-	-
Share of results of associates	(174)	(124)
Provision for impairment of doubtful debts	104	48
Provision	-	(2,100)
Unrealised exchange loss, net	(1)	1
Operating cash flows before changes in working capital	918	(481)
Trade and other receivables	(809)	(397)
Inventories	127	115
Trade and other payables	(1,442)	781
Cash flows from operations	(1,206)	18
Income tax recovered	40	1
Net cash flows from operating activities	(1,166)	19
Cash flow from investing activities:		
Investment in associates	360	(69)
Purchase of property, plant and equipment	(84)	(127)
Proceed from disposal of property, plant and equipment	19	-
Net cash for disposal of associate	185	-
Interest received	-	-
Net cash flows used in investing activities	480	(196)

GROUP	Q1 2015	Q1 2014
	S\$'000	S\$'000
Cash flow from financing activities:		
Repayment of borrowings	-	(435)
Contribution from minority shareholder of a subsidiary	(8)	-
Capital contribution from minority interest	15	-
Dividend paid	(346)	-
Repayment of obligation under finance leases		(30)
Interest paid	-	(8)
Net cash flows used in financing activities	(339)	(473)
Net decrease in cash and cash equivalents	(1,025)	(650)
Effect of exchange rate changes on cash and cash equivalents	1	1
Cash and cash equivalents at beginning of period	3,235	4,149
Cash and cash equivalents at end of period	2,211	3,500
Cash as disclosed in balance sheet	2,211	3,500
Less: Cash restricted in use	-	-
Cash and cash equivalents at end of period	2,211 *	3,500

* includes cash in business held for sale of S\$598,000, without which, the cash balance is \$1,613,000 as per the balance sheet.

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

GROUP	Equity, total	Attributable to owners of the company, total	Attributable to owners of the parent							Non-controlling interests
			Share capital	Retained earnings	Other reserves, total	Other reserves				
						Foreign currency translation reserve	Fair value adjustment reserve	Reserve of disposal group classified as held for sale	Premium paid on acquisition of non-controlling interests	
S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	
Opening balance at 1 January 2015	510	1,828	62,615	(60,254)	(533)	(205)	-	(281)	(47)	(1,318)
Profit for the period	545	455	-	455	-	-	-	-	-	90
Other comprehensive expense for the period	32	-	-	-	-	2	-	(2)	-	32
Total comprehensive expense for the period	577	455	-	455	-	2	-	(2)	-	122
Dividend paid (by nursing home)	(345)	(345)	-	(345)	-	-	-	-	-	-
Closing balance at 31 March 2015	742	1,938	62,615	(60,144)	(533)	(203)	-	(283)	(47)	(1,196)
Opening balance at 1 January 2014	466	3,822	62,615	(57,749)	(1,044)	(1,002)	5	-	(47)	(3,356)
Profit for the period	830	1,100	-	1,100	-	-	-	-	-	(270)
Other comprehensive income for the period	145	266	-	-	266	266	-	-	-	(121)
Total comprehensive expense for the period	975	1,366	-	1,100	266	266	-	-	-	(391)
Closing balance at 31 March 2014	1,441	5,188	62,615	(56,649)	(778)	(736)	5	-	(47)	(3,747)

COMPANY	Equity, Total	Share Capital	Retained earning
	S\$'000	S\$'000	S\$'000
Opening balance at 1 January 2015	1,785	62,615	(60,830)
Profit/(Loss) for the period	2,056	-	2,056
Total comprehensive income/(expense) for the period	2,056	-	2,056
Closing balance at 31 March 2015	3,841	62,615	(58,774)
Opening balance at 1 January 2014	4,503	62,615	(58,112)
Profit/(Loss) for the period	1,990	-	1,990
Total comprehensive income/(expense) for the period	1,990	-	1,990

Closing balance at 31 March 2014	6,493	62,615	(56,122)
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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.

	2015		2014	
	Number of Ordinary Shares	Share Capital S\$'000	Number of Ordinary Shares	Share Capital S\$'000
As at 1 January	573,742,933	62,615	573,742,933	62,615
As at 31 March	573,742,933	62,615	573,742,933	62,615

At the end of the reporting period, there were no outstanding share options or warrants.

The Company did not have any treasury shares as at 31 March 2015 and 31 March 2014.

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.

	31/03/2015	31/12/2014
Number of issued shares excluding treasury shares	573,742,933	573,742,933

1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

There were no sales, transfers, disposal, cancellation and/or use of treasury shares as at 31 March 2015 (31 December 2014: Nil) as the Company did not have any treasury shares as at 31 March 2015 and 31 December 2014.

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

The financial statement on consolidated results for the first quarter ended 31 March 2015 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).

Not applicable.

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

Accounting policies and methods of computation used in the consolidated financial statements for the quarter ended 31 March 2015 are consistent with those applied in the financial statements for the year ended 31 December 2014.

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

Not applicable.

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.**

	First Quarter	
	Q1 2015	Q1 2014
Loss / earnings per ordinary share of the group, after deducting any provision for preference dividends:		
(a) Based on weighted average number of ordinary shares in issue; and	0.08 cents	0.19 cents
(b) On a fully diluted basis	0.08 cents	0.19 cents

The basic and fully diluted earnings per share above has been calculated based on the Group's profit attributable to owners of the company of S\$455,000 (31 March 2014: Group's profit attributable to owners of the company of S\$1,100,000) divided by the weighted average number of ordinary shares outstanding during the financial period of 573,742,933 shares (31 March 2014: 573,742,933 shares).

The diluted earnings per share is the same as the basic earnings per share as there were no diluted common share equivalents outstanding during the relevant period.

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	
	31/03/2015	31/12/2014	31/03/2015	31/12/2014
Net asset value per ordinary share	0.13 cents	0.08 cents	0.41 cents	0.31 cents

The net asset value per ordinary share of the Group has been calculated based on the shareholders' equity of S\$742,000 (31 December 2014: S\$510,000) and the share capital of 573,742,933 ordinary shares (31 December 2014: 573,742,933 ordinary shares).

The net asset value per share of the Company has been calculated based on the shareholders' equity of S\$2,357,000 (31 December 2014: S\$1,785,000) and the capital of 573,742,933 ordinary shares (31 December 2014: 573,742,933 ordinary shares).

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.

Revenue for the quarter ended 31 March 2015 ("Q1 2015") decreased by 13% to S\$12.2m from S\$13.9m when compared to the corresponding period of last year ("Q1 2014"). The decrease is attributable to the disposal of the China business and decline in revenues from the Indonesian business, as well as the medical and facilities business in Singapore.

Overall operating expenses were lower by S\$1.9m or 12% in Q1 2015. The reduction in operating expenses was in line with reduction in revenue.

For Q1 2015, the Group recorded a profit attributable to shareholders of S\$0.46m which includes recognizing the non-refundable deposit of S\$1.7m in "other income" resulting from the termination of the proposed disposals as announced on 8 April 2015 and 4 May 2015.

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

The Group did not issue any forecast or a prospect statement.

10. **A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.**

The Group continues to push ahead with the turnaround and reorganization of the Group.

11. **Dividend**

(a) Current Financial Period Reported On

Any interim (final) dividend declared (recommended) for the current financial period reported on?

No

(b) Corresponding Period of the Immediately Preceding Financial Year

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

No

(c) Date payable

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 or recommended for the quarter ended 31 March 2015.

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

The Group does not have a general mandate from shareholders for interested person transactions pursuant to Rule 920(1)(a)(ii).

14. Confirmation pursuant to Rule 705 (5) of the Listing Manual

The Board of Directors hereby confirms that, to the best of their knowledge, nothing has come to their attention which may render the unaudited financial statements of the Group and the Company for the period ended 31 March 2015 to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

**Wong Yee Kong
Chief Executive Officer
12 May 2015**