



MANHATTAN RESOURCES LIMITED

Company Registration No : 199006289K

Unaudited Financial Statement Announcement for the Second Quarter and Half Year ended 30 June 2016

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.

Unaudited Consolidated Income Statement for the Second Quarter ("2Q 2016") and Half Year ("1H 2016") ended 30 June 2016

	Group S\$'000			% Change	Group S\$'000			% Change
	2Q 2016	2Q 2015		+ / (-)	1H 2016	1H 2015		+ / (-)
Revenue*	1,792	2,262		(21)	2,966	6,521		(55)
Other income *	382	401		(5)	523	675		(23)
Employee benefits expenses ⁽¹⁾	(1,053)	(1,448)		(27)	(2,221)	(2,890)		(23)
Depreciation of property, plant and equipment	(1,018)	(1,367)		(26)	(2,105)	(2,728)		(23)
Other expenses *	(2,193)	(3,814)		(43)	(4,744)	(6,872)		(31)
Share of results of associate, net of tax	(17)	(5)		240	(40)	(60)		(33)
Share of results of joint venture company, net of tax	5	9		(44)	58	(35)		n.m.
Loss before tax	(2,102)	(3,962)		(47)	(5,563)	(5,389)		3
Income tax expense	(16)	(7)		129	(38)	(30)		27
Loss for the period	(2,118)	(3,969)		(47)	(5,601)	(5,419)		3
(Loss)/profit attributable to:								
Owners of the Company	(2,573)	(3,816)		(33)	(5,892)	(5,253)		12
Non-controlling interests	455	-		n.m.	291	-		n.m.
	(2,118)	(3,816)		(44)	(5,601)	(5,253)		7

Unaudited Consolidated Statement of Comprehensive Income for 2Q 2016 and 1H 2016

	Group S\$'000			% Change	Group S\$'000			% Change
	2Q 2016	2Q 2015		+ / (-)	1H 2016	1H 2015		+ / (-)
Loss for the period	(2,118)	(3,969)		(47)	(5,601)	(5,419)		3
Other comprehensive income:								
Item that may be reclassified subsequently to profit or loss:								
Foreign currency translation	(2,625)	(2,933)		(11)	(7,425)	2,510		n.m.
Other comprehensive income for the period, net of tax	(2,625)	(2,933)		(11)	(7,425)	2,510		n.m.
Total comprehensive income for the period	(4,743)	(6,902)		(31)	(13,026)	(2,909)		348
Total comprehensive income attributable to:								
Owners of the Company	(3,943)	(5,723)		(31)	(10,189)	(3,582)		184
Non-controlling interests	(800)	(1,179)		(32)	(2,837)	673		n.m.
	(4,743)	(6,902)		(31)	(13,026)	(2,909)		348

Notes:

n.m. - not meaningful, * - Refer to item 1(a)(ii) for details.

(1) There was a decrease in headcount in 2Q and 1H 2016 as compared to 2Q and 1H 2015.

1(a)(ii). The following items (with appropriate breakdowns and explanations), if significant, must either be included in the income statement or in the notes to the income statement for the current financial period reported on and the corresponding period of the immediately preceding financial year.

	Group S\$'000			% Change		Group S\$'000			% Change
	2Q 2016	2Q 2015		+ / (-)		1H 2016	1H 2015		+ / (-)
Revenue									
Coal transportation income ⁽¹⁾	1,792	2,262		(21)		2,966	6,521		(55)
Other income									
Interest income ⁽²⁾	61	253		(76)		184	509		(64)
Write back of allowance for impairment of other receivables ⁽³⁾	312	-		n.m.		312	-		n.m.
Miscellaneous income	9	148		(94)		27	166		(84)
	<u>382</u>	<u>401</u>		(5)		<u>523</u>	<u>675</u>		(23)
	Group S\$'000			% Change		Group S\$'000			% Change
	2Q 2016	2Q 2015		+ / (-)		1H 2016	1H 2015		+ / (-)

Other expenses include the following:

Vessels expenses (excluding payroll and depreciation):

Certificate, license and other compliance expenses ⁽⁴⁾	(170)	(186)		(9)		(344)	(442)		(22)
Fuel expense ⁽⁴⁾	(713)	(1,269)		(44)		(1,214)	(2,709)		(55)
Agent fees and port handling charges ⁽⁴⁾	(238)	(218)		9		(440)	(573)		(23)
Upkeep and maintenance of vessels ⁽⁵⁾	(114)	(119)		(4)		(342)	(981)		(65)
Other vessels expenses ⁽⁶⁾	(624)	(519)		20		(944)	(927)		2
	<u>(1,859)</u>	<u>(2,311)</u>		(20)		<u>(3,284)</u>	<u>(5,632)</u>		(42)
Legal and professional fees ⁽⁷⁾	(801)	(372)		115		(1,262)	(813)		55
Office and other rental expenses	(128)	(126)		2		(262)	(250)		5
Impairment loss on receivables ⁽⁸⁾	(149)	-		n.m.		(149)	-		n.m.
Foreign exchange gain/(loss) ⁽⁹⁾	1,080	(605)		n.m.		654	364		80

Notes:

- (1) The decrease in coal transportation income was mainly due to the lower coal carrying activities, partially compensated by an increase in transshipments in 2Q 2016.
- (2) The decrease in interest income in 2Q and 1H 2016 was mainly due to lower fixed deposit interest rates and lesser fixed deposits placement.
- (3) There was writeback of allowance for the impairment of receivables subsequent to receipt from a debtor.
- (4) The vessel expenses have decreased correspondingly in 2Q and 1H 2016 in line with the decrease in coal transportation income.
- (5) There were lesser vessels undergoing repair in 1H 2016 as compared to 1H 2015.
- (6) The increase in other expenses in 2Q 2016 was mainly due to underaccrual of vessel expenses in prior year compensated by the decrease in other vessel expenses.
- (7) The increase in legal and professional fees was mainly due to the corporate exercises and acquisition of new businesses in 2Q and 1H 2016.
- (8) There was an impairment of trade receivables due to doubtful debts in 2Q 2016.
- (9) The foreign exchange gain 2Q and 1H 2016 was mainly due to the movement of United States Dollar ("USD") against Singapore Dollar ("SGD"), Renminbi ("RMB") and Indonesian Rupiah ("IDR").

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

Unaudited Balance Sheets as at 30 June 2016

	Group S\$'000		Company S\$'000	
	30 Jun 2016	31 Dec 2015	30 Jun 2016	31 Dec 2015
Non-current assets				
Property, plant and equipment	64,465	14,946	338	400
Property under development	39,179	41,920	-	-
Other receivables	8,455	11,041	-	-
Deferred tax assets	8,163	-	-	-
Deferred charges	1,584	-	-	-
Goodwill ⁽²⁾	31,492	-	-	-
Interests in subsidiaries ⁽³⁾	-	-	76,489	101,909
Investment in associate ⁽⁴⁾	25,320	42,267	25,420	-
Interests in joint venture company	1,882	1,919	-	-
	180,540	112,093	102,247	102,309
Current assets				
Inventories	241	-	-	-
Trade and other receivables	6,281	7,013	153	110
Prepayments	822	426	25	9
Due from subsidiaries (trade)	-	-	-	-
Due from subsidiaries (non-trade)	-	-	24,236	271
Cash and bank deposits	87,756	86,077	20,800	19,552
	95,100	93,516	45,214	19,942
Current liabilities				
Trade and other payables	(87,324)	(28,539)	(903)	(609)
Loans and borrowings (short-term)	(11,756)	-	(9,335)	-
Due to subsidiary (non-trade)	-	-	(20,824)	(2,346)
Advance from joint venture company	(750)	(750)	(750)	(750)
Income tax payable	(60)	(95)	-	-
	(99,890)	(29,384)	(31,812)	(3,705)
Net current (liabilities)/assets	(4,790)	64,132	13,402	16,237
Non-current liabilities				
Deferred tax liabilities	(14)	(14)	(14)	(14)
Loans and borrowings (long-term)	(28,026)	-	-	-
	(28,040)	(14)	(14)	(14)
Net assets	147,710	176,211	115,635	118,532
Equity				
Share capital	189,004	189,004	189,004	189,004
Accumulated losses	(88,086)	(82,194)	(73,443)	(70,546)
Capital reserve	14	14	-	-
Other reserve	(320)	(320)	-	-
Foreign currency translation reserve	(3,171)	1,121	-	-
Acquisition revaluation reserve	5,392	5,392	-	-
Employee share option reserve	74	74	74	74
Equity attributable to owners of the Company	102,907	113,091	115,635	118,532
Non-controlling interests	44,803	63,120	-	-
Total equity	147,710	176,211	115,635	118,532

- (1) Assets and liabilities of PT Kariangau Power ("PT KP") were consolidated from 2Q 2016 for the first time.
- (2) Goodwill arose from the acquisition of PT KP subsequent to the completion of the acquisition on 29 June 2016. The fair values of the net identifiable assets of PT KP at acquisition date have been determined on a provisional basis pending the completion of the valuation exercise.
- (3) The Group ceased consolidation of Starsmind following the completion of the share swap in 2Q 2016 between the Company and Xu Yuan Xing ("Vendor") in respect of 2,500 ordinary shares of Giantminer Pte. Ltd. ("Giantminer"), representing 25% of the issued share capital of Giantminer held by the Vendor and 375,000 ordinary shares of Starsmind, representing 60% of the issued share capital of Starsmind held by the Company ("Share Swap").
- (4) This refers to investment in Giantminer. The cost of investment was accounted for based on the carrying value of the equity interest of Starsmind attributable to the Company as of the date of completion of the Share Swap.

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

Amount repayable in one year or less, or on demand:

30 June 2016	
Unsecured	Secured
-	11,756

31 December 2015	
Unsecured	Secured
-	-

Amount repayable after one year:

30 June 2016	
Unsecured	Secured
-	28,026

31 December 2015	
Unsecured	Secured
-	-

The borrowings were secured by (i) the land mortgage along with the buildings, machineries and other things on such land; (ii) fiduciary security over receivables arising out of operational transaction, claims of performance guarantee from certain suppliers and insurance claims; (iii) security over certain receivables and bank accounts.

- 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	
	S\$'000	S\$'000
	1H 2016	1H 2015
Cash flows from operating activities		
Loss before tax	(5,563)	(5,389)
Adjustments:		
Depreciation of property, plant and equipment	2,105	2,728
Impairment loss on receivables	149	-
Unrealised foreign exchange differences	(8,846)	2,206
Interest income	(184)	(509)
Share of results of associate	40	60
Share of results of joint venture company	(58)	35
Operating cash flows before working capital changes	(12,357)	(869)
Decrease in trade and other receivables	3,757	3,405
Decrease in prepayments	52	184
Increase/(decrease) in trade and other payables	1,736	(316)
Cash flows (used in)/from operations	(6,812)	2,404
Interest received	130	245
Net cash (used in)/flows from operating activities	(6,682)	2,649
Cash flows used in from investing activities		
Purchase of property, plant and equipment	(110)	(24)
Additions to property under development	(91)	(828)
Net cash outflow on acquisition of subsidiary	(4,876)	-
Increase in fixed deposits	(6,231)	(2,629)
Net cash flows used in investing activities	(11,308)	(3,481)
Cash flows from financing activity		
Proceeds from loans and borrowings	9,335	-
Net cash flows from financing activity	9,335	-
Net decrease in cash and cash equivalents	(8,655)	(832)
Effect of exchange rate changes on cash and cash equivalents	4,103	(1,386)
Cash and cash equivalents at beginning of the period	82,168	53,053
Cash and cash equivalents at end of the period ⁽¹⁾	77,616	50,835

Note:

- (1) For the purpose of the consolidated cash flow statement, cash and cash equivalents comprise cash at bank and on hand and short term deposits.

	S\$'000	S\$'000
	1H 2016	1H 2015
Cash and cash equivalents	77,616	50,835
Fixed deposits	10,140	30,770
Cash and bank deposits	87,756	81,605

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.

Total attributable to owners of the Company								Non-controlling interests	Total Equity
Share capital	Accumulated (losses)/ profits	Capital reserve	Other reserve	Foreign currency translation reserve	Acquisition revaluation reserve	Employee share option reserve	Total		
189,004	(59,278)	14	(320)	1,463	5,392	74	136,349	63,609	199,958
-	(3,816)	-	-	-	-	-	(3,816)	(153)	(3,969)
-	-	-	-	(1,907)	-	-	(1,907)	(1,026)	(2,933)
-	-	-	-	(1,907)	-	-	(1,907)	(1,026)	(2,933)
-	(3,816)	-	-	(1,907)	-	-	(5,723)	(1,179)	(6,902)
189,004	(63,094)	14	(320)	(444)	5,392	74	130,626	62,430	193,056
189,004	(85,513)	14	(320)	(1,804)	5,392	74	106,847	61,084	167,931
-	(2,573)	-	-	-	-	-	(2,573)	455	(2,118)
-	-	-	-	(1,370)	-	-	(1,370)	(1,255)	(2,625)
-	-	-	-	(1,370)	-	-	(1,370)	(1,255)	(2,625)
-	(2,573)	-	-	(1,370)	-	-	(3,943)	(800)	(4,743)
-	-	-	-	3	-	-	3	(16,896)	(16,893)
-	-	-	-	-	-	-	-	1,415	1,415
-	-	-	-	3	-	-	3	(15,481)	(15,478)
-	-	-	-	3	-	-	3	(15,481)	(15,478)
189,004	(88,086)	14	(320)	(3,171)	5,392	74	102,907	44,803	147,710

Total attributable to owners of the Company								Non-controlling interests	Total Equity
Share capital	Accumulated (losses)/ profits	Capital reserve	Other reserve	Foreign currency translation reserve	Acquisition revaluation reserve	Employee share option reserve	Total		
189,004	(57,841)	14	(320)	(2,115)	5,392	74	134,208	61,757	195,965
-	(5,253)	-	-	-	-	-	(5,253)	(166)	(5,419)
-	-	-	-	1,671	-	-	1,671	839	2,510
-	-	-	-	1,671	-	-	1,671	839	2,510
-	(5,253)	-	-	1,671	-	-	(3,582)	673	(2,909)
189,004	(63,094)	14	(320)	(444)	5,392	74	130,626	62,430	193,056
189,004	(82,194)	14	(320)	1,121	5,392	74	113,091	63,120	176,211
-	(5,892)	-	-	-	-	-	(5,892)	291	(5,601)
-	-	-	-	(4,297)	-	-	(4,297)	(3,128)	(7,425)
-	-	-	-	(4,297)	-	-	(4,297)	(3,128)	(7,425)
-	(5,892)	-	-	(4,297)	-	-	(10,189)	(2,837)	(13,026)
-	-	-	-	5	-	-	5	(16,895)	(16,890)
-	-	-	-	-	-	-	-	1,415	1,415
-	-	-	-	5	-	-	5	(15,480)	(15,475)
-	-	-	-	5	-	-	5	(15,480)	(15,475)
189,004	(88,086)	14	(320)	(3,171)	5,392	74	102,907	44,803	147,710

- 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.

Total attributable to owners of the Company				
(in S\$'000)	Share capital	Accumulated losses	Employee share option reserve	Total
Company - 2Q 2015 and 2016				
At 1 April 2015	189,004	(64,228)	74	124,850
Loss for the period, net of tax	-	(1,667)	-	(1,667)
At 30 June 2015	189,004	(65,895)	74	123,183
At 1 April 2016	189,004	(72,252)	74	116,826
Loss for the period, net of tax	-	(1,191)	-	(1,191)
At 30 June 2016	189,004	(73,443)	74	115,635
Company - 1H 2015 and 2016				
At 1 January 2015	189,004	(63,742)	74	125,336
Loss for the period, net of tax	-	(2,153)	-	(2,153)
At 30 June 2015	189,004	(65,895)	74	123,183
At 1 January 2016	189,004	(70,546)	74	118,532
Loss for the period, net of tax	-	(2,897)	-	(2,897)
At 30 June 2016	189,004	(73,443)	74	115,635

- 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.

	No. of outstanding options	No. of outstanding warrants	No. of unissued shares	No. of shares issued
As at 31 December 2014, 1 January 2015 and 31 March 2015 and 30 June 2015	275,000	-	275,000	568,490,975
As at 31 December 2015, 1 January 2016 and 31 March 2016 and 30 June 2016	275,000	-	275,000	568,490,975

Each option entitles the option holder to subscribe for one new ordinary share in the Company at the exercise price of S\$0.48 per share. The options' expiry date is 23 February 2019.

- 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.

	30 Jun 2016	31 Dec 2015
Total number of ordinary shares issued	568,490,975	568,490,975

- 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 auditing standard or practice.

The figures have not been audited or reviewed by the external auditors.

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

Not applicable.

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

Except as disclosed in Section 5 below, the Group and the Company have applied the same accounting policies and methods of computation in the financial statements for the current financial period as compared with those used in the audited financial statements for the financial year ended 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 change.

The Group and the Company have adopted the following new and revised Singapore Financial Reporting Standards ("FRSs") that are mandatory for the financial periods beginning on 1 January 2016:

<i>Description</i>	<i>Effective for annual periods beginning on or after</i>
Amendments to FRS 27 <i>Equity Method in Separate Financial Statements</i>	1 January 2016
Amendments to FRS 16 and FRS 38 <i>Classification of Acceptable Methods of Depreciation and Amortisation</i>	1 January 2016
Amendments to FRS 111 <i>Accounting for Acquisitions of Interests in Joint Operations</i>	1 January 2016
Amendments to FRS 1 <i>Disclosure Initiative</i>	1 January 2016
Amendments to FRS 110, FRS 112 and FRS 28 <i>Investment Entities: Applying the Consolidation Exception</i>	1 January 2016
Improvements to FRSs (November 2014)	
(a) Amendments to FRS 105 <i>Non-current Assets Held for Sale and Discontinued Operations - Changes in methods of disposal</i>	1 January 2016
(b) Amendments to FRS 107 <i>Financial Instruments: Disclosures</i>	1 January 2016
(c) Amendments to FRS 19 <i>Employee Benefits</i>	1 January 2016

The adoption of the revised FRSs does not have any significant impact on the financial statements of the Group and Company.

6. Earnings/(Loss) 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: (a) Based on the weighted average number of ordinary shares on issue; and (b) On a fully diluted basis (detailing any adjustments made to the earnings).

		Group			
		2Q 2016	2Q 2015	1H 2016	1H 2015
<i>Earnings/(Loss) per share</i>					
i) Based on the weighted average number of ordinary shares on issue	Cents	(0.45)	(0.67)	(1.04)	(0.92)
ii) On a fully diluted basis	Cents	(0.45)	(0.67)	(1.04)	(0.92)

Note to item 6 (i)

The basic loss per ordinary share ("EPS") of the Group is computed based on net loss attributable to owners of the Company for 1H 2016 amounting to S\$5,892,000 (1H 2015: S\$5,253,000) and weighted average number of 568,490,975 ordinary shares in issue during 1H 2016 (1H 2015: 568,490,975).

The EPS of the Group is computed based on net loss attributable to owners of the Company for 2Q 2016 amounting to S\$2,573,000 (2Q 2015: S\$3,816,000) and weighted average number of 568,490,975 ordinary shares in issue during 2Q 2016 (2Q 2015: 568,490,975).

Note to item 6 (ii)

The EPS of the Group, on a fully diluted basis, is computed based on net loss attributable to owners of the Company for 1H 2016 amounting to \$5,892,000 (1H 2015: S\$5,253,000) and weighted average number of 568,490,975 ordinary shares in issue during 1H 2016 (1H 2015: 568,490,975).

The EPS of the Group, on a fully diluted basis, is computed based on net loss attributable to owners of the Company for 2Q 2016 amounting to \$2,573,000 (2Q 2015: S\$3,816,000) and weighted average number of 568,490,975 ordinary shares in issue during 2Q 2016 (2Q 2015: 568,490,975).

7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares, excluding treasury shares of the issuer at the end of the: (a) current financial period reported on; and (b) immediately preceding financial year.

	Group		Company	
	30 Jun 2016	31 Dec 2015	30 Jun 2016	31 Dec 2015
Net asset value per ordinary share (cents)	18.10	19.89	20.34	20.85

Note:

Net asset value per ordinary share of the Group and of the Company are computed based on 568,490,975 ordinary shares (31 December 2015: 568,490,975) in issue at the respective balance sheet dates.

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.

Turnover, costs and net loss

The Group recorded a lower turnover in 2Q and 1H 2016 of S\$1.8m and S\$3.0m as compared to S\$2.3m and S\$6.5m in 2Q and 1H 2015 respectively, mainly due to lower coal carrying activities, partially compensated by the increase in transhipments in 2Q 2016.

The shipping segment incurred a loss of S\$1.7m and S\$3.2m in 2Q and 1H 2016, as compared to S\$1.9m and S\$2.8m in 2Q and 1H 2015 respectively, mainly attributable to the decrease in coal transportation income. Vessel related variable costs such as fuel expenses and certificate, license and other compliance expenses were reduced in line with the decrease in coal transportation income. Upkeep and maintenance expenses were reduced contributed by lesser vessels undergoing repair in 2Q and 1H 2016. There was a decrease in depreciation in 2016 following the impairment of vessels in 4Q 2015.

The Group recorded a net loss attributable to equity holders of the Company of S\$2.6m and S\$5.9m for 2Q and 1H 2016 as compared to S\$3.8m and S\$5.3m for 2Q and 1H 2015 respectively. The increase in losses in 1H 2016 was also contributed by impairment loss on trade receivables and the increase in legal and professional fees due to corporate exercises and acquisition of new businesses during the period. The losses in 2Q 2016 was reduced by the foreign exchange gain in 2Q 2016.

Cash flow, working capital, assets and liabilities

The Group's cash and bank deposits remain healthy at S\$87.8m, as at 30 June 2016 as compared to S\$86.1m as at 31 December 2015. The cash outflow in 1H 2016 was mainly due to changes in working capital and the US\$4m deposit paid for the acquisition of PT KP, accompanied by cash inflow from the bank loan proceeds.

Assets and liabilities of PT KP were consolidated from 2Q 2016 for the first time subsequent to the completion of acquisition on 29 June 2016, causing the increase mainly in property, plant and equipment, deferred tax assets, trade and other receivables, trade and other payables and loans and borrowings and the resulting net current liabilities position in 1H 2016. Goodwill arising from the acquisition of PT KP on 29 June 2016 has been determined on a provisional basis. Property under development relates to the mixed commercial development in Ningbo China. The decrease was due to the translation loss arising from the foreign exchange movement of RMB against S\$ in 1H 2016. Trade and other receivables decrease following receipts from debtors. Trade and other payables include the remaining purchase consideration payable for the acquisition of PT KP.

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

Not applicable.

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.

Outlook of coal industry remains bearish and obscured by the uncertainties in the global economy. In view of these uncertainties and to broaden its earning base, the Group has diversified into the power plant business. Following the acquisition of a subsidiary which is engaged in the power plant business, the Group will be able to tap on the opportunities of a rising demand for electricity in Indonesia and diversify its revenue stream.

11. If a decision regarding dividend has been made: -

- a Whether an interim (final) ordinary dividend has been declared (recommended); and

No.

- b (i) Amount per share (cents)

Not applicable.

- (ii) Previous corresponding period (cents)

Not applicable.

- c Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).

Not applicable.

- d The date the dividend is payable.

Not applicable.

- e The date on which Registrable Transfers received by the company (up to 5:00pm) will be registered before entitlements to the dividend are determined.

Not applicable.

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

Not applicable.

13. If the Group has obtained a general mandate from shareholders for 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.

Name of Interested Person	Aggregate value (S\$'000) of all IPTs during the period ended 30 June 2016 (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all IPTs under shareholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)
	S\$'000	S\$'000
KaiYi Investment Pte. Ltd. - Lease of office premises	-	(150)
PT Muji Lines - Coal transportation income and fuel oil costs reimbursement	-	2,846

14. Confirmation by the Board pursuant to Rule 720(1) of the listing manual

The Company has procured undertakings from all its directors and executive officers in compliance with Listing Rule 720(1).

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

We, Low Yi Ngo and Elaine Low, being two directors of Manhattan Resources Limited (the "Company"), do hereby confirm on behalf of the directors of the Company that, to the best of their knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the unaudited financial statements for the second quarter and six months ended 30 June 2016 to be false or misleading in any material aspect.

For and on behalf of the Board of Directors

MANHATTAN RESOURCES LIMITED

Low Yi Ngo
Chief Executive Officer and Managing Director

Elaine Low
Executive Director

BY ORDER OF THE BOARD

Madelyn Kwang Yeit Lam
Secretary

1 August 2016