



NSL LTD

(Reg. no.: 196100107C)

First Quarter Financial Statements Announcement

The figures have not been audited

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

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

THE GROUP			
Quarter ended 31 March			
Note	2016	2015	Change
	S\$'000	S\$'000	%
	(restated)		
<u>Continuing Operations</u>			
Sales	108,380	99,892	9
Cost of sales	(86,909)	(82,608)	5
Gross profit	(2) 21,471	17,284	24
Other income	(3) 3,177	962	230
Other gains and losses	(4) (123)	166	n/m
Distribution costs	(5) (5,084)	(4,501)	13
Administrative expenses	(9,693)	(9,796)	(1)
Finance costs	(384)	(338)	14
Share of results of associated companies, net of tax	(6) 268	(100)	n/m
Profit before income tax	(1) 9,632	3,677	162
Income tax expense	(7) (1,159)	(987)	17
Profit from continuing operations	8,473	2,690	215
<u>Discontinued Operations</u>			
Profit from discontinued operations	(8) -	25,583	n/m
Total profit for the financial period	8,473	28,273	(70)
Profit attributable to equity holders of the Company:			
- from continuing operations	8,102	2,229	263
- from discontinued operations	-	25,496	n/m
	8,102	27,725	(71)
Profit attributable to non-controlling interest:			
- from continuing operations	371	461	(20)
- from discontinued operations	-	87	n/m
	371	548	(32)
Basic and fully diluted earnings per share (cents)			
- from continuing operations - basic and fully diluted	2.17	0.60	263
- from discontinued operations - basic and fully diluted	-	6.83	n/m

n/m: not meaningful

Notes to the Group's Income Statement

- (1) Profit before taxation from Continuing Operations is arrived at after crediting / (charging) the following items:

	THE GROUP	
	1Q 2016	1Q 2015
	S\$'000	S\$'000
		(restated)
Dividend income	1,480	-
Interest income	1,074	721
Amortisation of intangible assets	(49)	(48)
Depreciation of property, plant and equipment and investment properties*	(3,329)	(3,721)
Allowance for stocks obsolescence	(33)	(76)
Write down of inventories to net realisable value, net	(71)	(440)
Reversal of allowance / (allowance for) impairment of trade receivables and bad debts written off, net	39	(58)
Amortisation of deferred income	48	46

*Decrease was due mainly to lower depreciation recorded by our Malaysia Precast operation.

- (2) Gross profit

Gross profit increased by 24% driven by revenue growth and improved operating margins from the Precast & Prefabricated Bathroom Unit ("PBU") division for the current period ended 31 March 2016 ("1Q-2016").

- (3) Other income

The increase in other income was due mainly to higher interest and dividend income from an available-for-sale financial asset received in 1Q-2016.

- (4) Other gains and losses

	THE GROUP	
	1Q 2016	1Q 2015
	S\$'000	S\$'000
Fair value gains / (losses) on derivative financial instruments	153	(1)
Currency exchange (loss) / gain - net	(274)	98
Property, plant and equipment		
- (Loss) / gain on disposal and write-off, net	(5)	4
- Write-back of allowance for impairment	6	-
Others	(3)	65
	(123)	166

Notes to the Group's Income Statement (continued)

(5) Distribution costs

The increase in distribution costs was due mainly to higher staff costs incurred by the Precast & PBU division.

(6) Share of results of associated companies, net of tax

The improvement in share of results of associated companies was due to the absence of share of profits of PEINER SMAG Lifting Technologies GmbH ("PSLT") in the previous period ended 31 March 2015 ("1Q-2015"). The merger of our Engineering business with PSLT was completed on 29 April 2015. [Please refer to note 8(a).]

(7) Income tax expense

	THE GROUP	
	1Q 2016	1Q 2015
	S\$'000	S\$'000
<u>Continuing Operations</u>		(restated)
Taxation charge for the financial period comprises:		
- Current period taxation	1,183	987
- Over-provision in respect of prior years	(24)	-
	1,159	987

Tax expense was higher in 1Q-2016 due mainly to higher profit before tax generated during the period. The effective tax rate of the Group in 1Q-2016 was lower than the Singapore corporate tax rate due mainly to the profit of an overseas subsidiary being exempted from corporate income tax.

(8) Profit from discontinued operations

An analysis of the results of discontinued operations (disposal group held for sale) is as follows:

	THE GROUP	
	Quarter ended 31 March	
	2016	2015
	S\$'000	S\$'000
		(restated)
Sales	-	7,671
Net expenses	-	(8,884)
Loss before tax from discontinued operations	-	(1,213)
Income tax expense	-	(198)
Loss after tax from discontinued operations	-	(1,411)
Exceptional items:		
- Gain on disposal of subsidiaries	-	26,994
Profit after tax from discontinued operations	-	25,583

Notes to the Group's Income Statement (continued)

***Breakdown of Profit from discontinued operations**

THE GROUP	
Quarter ended 31 March	
2016	2015
S\$'000	S\$'000
	(restated)
Engineering operations	(1,953)
Lime and limestones operations	542
Exceptional gain on disposal of subsidiaries	26,994
	25,583

- a) On 5 December 2014, the Company and its direct wholly-owned subsidiary, NSL Engineering Holdings Pte. Ltd. ("NSEH") entered into agreement with Salzgitter Maschinenbau AG ("SMAG") in relation to the merger of NSL Engineering Pte Ltd ("NSE")'s RAM container spreader business with SMAG's grab business as the world's leading independent lifting device group in both bulk cargo and container handling. Under the agreement, NSEH will inject NSE into SMAG's wholly-owned subsidiary, PEINER SMAG Lifting Technologies GmbH ("PSLT") in exchange for 33.33% equity stake in PSLT, the new holding company of NSE Group, with SMAG holding the remaining 66.67% equity stake. ("The Merger")

The NSE Group was a separate major line of business and was responsible for trading and management of spreader business. In accordance with FRS 105, *Non-current Assets Held for Sale and Discontinued Operations*, results of NSE Group were disclosed as part of discontinued operations.

Following the completion of the Merger on 29 April 2015, the 33.33% non-controlling equity stake in PSLT has been accounted for as an investment in associated company as the Group has significant influence over PSLT and the share of financial results of PSLT has been accounted for based on the equity method under FRS 28 *Investments in Associates and Joint Ventures*.

- b) The divestment of lime business in Singapore and Malaysia was completed on 17 February 2015 for a cash consideration of approximately S\$42.9 mil. The gain on divestment of lime business in Singapore and Malaysia recognized in FY2015 was approximately S\$26.8 mil, subject to finalization of the completion account's adjustments.

Pursuant to the completion of divestment of lime business, the Group's wholly-owned subsidiary, NSL Chemicals Ltd ("NSC"), granted a call option to the acquirer of the lime business, Lhoist Singapore Pte Ltd ("Lhoist") or its subsidiary ("Lhoist Acquirer"), to acquire NSC's limestone business in Malaysia for an agreed consideration of S\$4 million. The call option was exercisable by Lhoist Acquirer at any time before 30 June 2015 ("Call Option"). The Call Option has since expired without Lhoist Acquirer exercising its rights under the option.

Following the lapse of the Call Option, management continued to explore alternatives to realise the Group's carrying value in the limestone business via a disposal. Accordingly, the carrying value of the assets and liabilities of the limestone business were classified as held for sale as at 31 December 2015 and disclosed as a discontinued operation.

However, in 1Q-2016, as the limestone business had yet to be disposed of and there was no firm purchase commitment, its operating results and the carrying value of its assets and liabilities had to be reinstated as business under continuing operation in accordance with accounting standards and not as a separate line item in the consolidated income statement and balance sheet for the period ended 31 March 2016. Comparative operating results for the period ended 31 March 2015 have been restated accordingly. Net loss after tax related to the limestone business was S\$63,000 in 1Q-2016 (1Q-2015: S\$49,000).



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Notes to the Group's Income Statement (continued)

- c) The details of assets and liabilities of the disposal group classified as held for sale for the Group are as follows:

	THE GROUP	
	31.03.16	31.12.15
	S\$'000	S\$'000
Assets		
Inventories	-	9
Cash and cash equivalents	-	97
Receivables and prepayments	-	97
Property, plant and equipment	-	4,026
Total assets	-	4,229
Liabilities		
Trade and other payables		517
Deferred tax liabilities	-	490
Total liabilities	-	1,007

Statement of Comprehensive Income for Financial Period ended 31 March 2016

	THE GROUP	
	1Q 2016	1Q 2015
	S\$'000	S\$'000
Total profit for the period	8,473	28,273
Other comprehensive income:		
<u>Items that may be reclassified subsequently to profit or loss:</u>		
Exchange differences on translating foreign operations		
- (Losses) / gains arising during the period	(205)	64
Available-for-sale financial assets		
- (Losses) / gains arising during the period	(1,202)	848
Share of other comprehensive income of associated companies	(621)	15
Income tax relating to components of other comprehensive income	1	5
Other comprehensive (losses) / income for the period, net of tax	(2,027)	932
Total comprehensive income for the period	6,446	29,205
Total comprehensive income attributable to:		
Equity holders of the Company	5,951	28,784
Non-controlling interests	495	421
	6,446	29,205

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

	THE GROUP		THE COMPANY	
	31.03.16	31.12.15	31.03.16	31.12.15
	S\$'000	S\$'000	S\$'000	S\$'000
Equity				
Share capital	193,839	193,839	193,839	193,839
Reserves	375,026	366,598	276,025	267,715
Shareholders' equity	568,865	560,437	469,864	461,554
Non-controlling interests	9,025	11,007	-	-
Total equity	577,890	571,444	469,864	461,554
Current Assets				
Inventories	45,760	48,138	-	-
Receivables and prepayments	115,985	116,387	18,616	36,846
Tax recoverable	1,413	1,124	-	-
Cash and cash equivalents	332,676	334,448	257,476	227,033
	495,834	500,097	276,092	263,879
Assets of disposal group classified as held-for-sale (Note 8)	-	4,229	-	-
	495,834	504,326	276,092	263,879
Non-Current Assets				
Property, plant and equipment	139,409	136,751	219	144
Investment properties	8,332	8,376	-	-
Investments in subsidiaries	-	-	85,232	85,232
Investments in associated companies	52,338	52,692	-	-
Long term receivables and prepayments	617	822	121,254	121,354
Available-for-sale financial assets	8,117	9,318	7,642	8,836
Intangible assets	9,284	9,306	-	-
Deferred tax assets	5,431	5,290	-	-
Other non-current assets	143	140	-	-
	223,671	222,695	214,347	215,566
Total Assets	719,505	727,021	490,439	479,445
Current Liabilities				
Borrowings	(13,984)	(18,407)	-	-
Trade and other payables	(104,212)	(116,058)	(20,460)	(17,803)
Current income tax liabilities	(2,812)	(2,429)	(115)	(88)
Deferred income	(291)	(282)	-	-
	(121,299)	(137,176)	(20,575)	(17,891)
Liabilities directly associated with disposal group classified as held-for-sale (Note 8)	-	(1,007)	-	-
	(121,299)	(138,183)	(20,575)	(17,891)
Non-Current Liabilities				
Provision for retirement benefits	(2,588)	(2,519)	-	-
Deferred tax liabilities	(4,353)	(3,864)	-	-
Borrowings	(12,244)	(9,842)	-	-
Deferred income	(1,131)	(1,169)	-	-
	(20,316)	(17,394)	-	-
Total Liabilities	(141,615)	(155,577)	(20,575)	(17,891)
Net Assets	577,890	571,444	469,864	461,554

Explanatory notes on consolidated statement of financial position

- a) Available-for-sale financial assets
The decrease was due to fair value loss on available-for-sale financial assets recognised during the period.
- b) Borrowings
The reduction in current borrowings was mainly due to reclassification of a term loan from current to non-current. Overall, total borrowings decreased by S\$2.0 mil due to repayments made by the Precast & PBU division during 1Q-2016.
- c) Trade and other payables
The decrease was due to lower payables recorded by Group companies in the Precast & PBU division as at 31 March 2016.
- d) Assets of disposal group classified as held-for-sale
Liabilities directly associated with disposal group classified as held-for-sale
Amounts as at 31 December 2015 relate to assets and liabilities of the Group's Malaysian limestone business, as disclosed in notes 8(b) and 8(c).

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 March 2016		As at 31 December 2015	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
12,990	994	17,941	466

Amount repayable after one year

As at 31 March 2016		As at 31 December 2015	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
12,244	-	9,842	-

Details of any collateral

Included in the Group's property, plant and equipment are property, plant and equipment of subsidiaries of net book value of S\$21,737,000 (31 December 2015: S\$20,716,000) charged by way of debentures to banks for overdraft and term loan facilities granted.

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

	The Group	
	1Q 2016	1Q 2015
	S\$'000	S\$'000
		(restated)
Cash Flows from Operating Activities		
Profit from continuing operations	8,473	2,690
Profit from discontinued operations	-	25,583
Profit for the financial period	<u>8,473</u>	<u>28,273</u>
<i>Adjustments for:</i>		
Taxation	1,159	1,185
Amortisation of intangible assets	49	89
Amortisation of deferred income	(48)	(46)
Depreciation of properties, plant and equipment and investment properties	3,329	4,277
Property, plant and equipment written off	3	1
Interest expense	384	364
Interest income	(1,074)	(724)
Dividend income from available-for-sale financial assets	(1,480)	-
Write-back of allowance for impairment of property, plant and equipment	(6)	-
Loss / (gain) on disposal of property, plant and equipment (net)	2	(5)
Provision for retirement benefits (net)	185	160
Share of results of associated companies, net of tax	(268)	100
Gain on disposal of subsidiaries	-	(26,994)
Exchange differences and other adjustments	(570)	827
<i>Operating cash flows before working capital changes</i>	<u>10,138</u>	<u>7,507</u>
<i>Changes in working capital, net of effects from disposal of a subsidiary company:</i>		
Inventories	2,387	7,397
Receivables and prepayments	2,508	(2,768)
Deferred income	16	94
Trade and other payables	(12,074)	(12,250)
<i>Cash generated from / (used in) operations</i>	<u>2,975</u>	<u>(20)</u>
Income tax paid	(960)	(1,207)
Retirement benefits paid	(25)	(66)
<i>Net cash generated from / (used in) operating activities</i>	<u>1,990</u>	<u>(1,293)</u>
Cash Flows from Investing Activities		
Proceeds from disposal of property, plant and equipment	4	5
Net cash inflow from disposal of subsidiary companies	-	38,935
Purchases of property, plant and equipment	(3,205)	(4,149)
Purchases of intangible assets	(34)	(76)
Interest received	816	432
Dividends received from available-for-sale financial assets	1,480	-
<i>Net cash (used in) / generated from investing activities</i>	<u>(939)</u>	<u>35,147</u>



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	The Group	
	1Q 2016	1Q 2015
	S\$'000	S\$'000
		(restated)
Cash Flows from Financing Activities		
Proceeds from borrowings	3,435	5,452
Repayment of borrowings	(5,111)	(7,316)
Finance leases and hire purchases	(345)	(70)
Interest paid	(672)	(492)
Bank deposits pledged	640	(42)
Dividends paid to non-controlling interests	-	(461)
<i>Net cash used in financing activities</i>	<u>(2,053)</u>	<u>(2,929)</u>
Net increase in cash and cash equivalents	(1,002)	30,925
Cash and cash equivalents at beginning of the period	331,271	295,038
Effects of exchange rate changes on cash and cash equivalents	(227)	(594)
Cash and cash equivalents at end of the period	<u>330,042</u>	<u>325,369</u>
Cash and cash equivalents at end of the period comprise:		
- Cash and bank balances	332,676	322,999
- Cash classified as disposal group asset held for sale	-	6,245
- Less: bank deposits pledged	(2,634)	(2,945)
- Less: bank overdrafts	-	(930)
	<u>330,042</u>	<u>325,369</u>

Disposal of subsidiaries

	THE GROUP	
	Quarter ended 31 March	
	2016	2015
	S\$'000	S\$'000
<u>Carrying amounts of assets and liabilities disposed of</u>		
Cash and cash equivalents	-	2,921
Trade and other receivables	-	6,352
Other current asset	-	3,466
Property, plant and equipment	-	8,578
Other non-current assets	-	15
Total assets	<u>-</u>	<u>21,332</u>
Trade and other payables	-	(4,166)
Deferred income tax liabilities	-	(794)
Other non-current liabilities	-	(7)
Total liabilities	<u>-</u>	<u>(4,967)</u>
Net assets derecognised	-	16,365
Less: Non-controlling interests	-	(3,059)
Net assets disposed of	<u>-</u>	<u>13,306</u>
The aggregate cash inflows arising from the disposal of subsidiaries were:		
Net assets disposed of	-	13,306
- Reclassification of currency translation reserve	-	2,118
- Reclassification of revaluation reserve	-	(220)
	<u>-</u>	<u>15,204</u>
Gain on disposal	-	26,994
Total sale consideration, net of transaction costs	<u>-</u>	<u>42,198</u>
Less: Cash and cash equivalents in subsidiary disposed of	-	(2,921)
Less: Sale consideration received, net	-	(486)
Add: Professional fees payable, net	-	144
Net cash inflow on disposal of subsidiaries	<u>-</u>	<u>38,935</u>



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Analysis of consolidated statement of cash flows

The Group generated S\$2.0 mil of operating cash flow in 1Q-2016 as compared to cash outflow of S\$1.3 mil in 1Q-2015. The higher operating cash flow was mainly attributable to higher profits from continuing operations.

Net cash used in investing activities in 1Q-2016 was S\$0.9 mil compared to net cash generated of S\$35.1m in 1Q-2015 attributed mainly to proceeds from disposal of the lime business.

A total of S\$2.1 mil (1Q-2015: S\$2.9 mil) was used in financing activities in 1Q-2016. The decrease compared to the corresponding period last year was due to lower bank deposits pledged.

Overall, the Group recorded a net cash outflow of S\$1.0 mil for 1Q-2016 as compared to S\$30.9 mil in 1Q-2015, owing mainly to proceeds from disposal of lime business in 1Q-2015. Group cash and cash equivalent stood at S\$330.0 mil as of 31 March 2016.



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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

	Attributable to owners of the Company								
	Share Capital	Revenue Reserve	Foreign Currency Translation Reserve	Revaluation Reserve	Fair Value Reserve	Other Reserves	Total	Non-controlling interests	Total Equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
THE GROUP									
Balance as at 1 January 2016	193,839	378,535	(15,166)	-	2,929	300	560,437	11,007	571,444
Profit for the period	-	8,102	-	-	-	-	8,102	371	8,473
Other comprehensive (losses) / income for the period	-	-	(950)	-	(1,201)	-	(2,151)	124	(2,027)
Total comprehensive income / (losses) for the period	-	8,102	(950)	-	(1,201)	-	5,951	495	6,446
Conversion of preference shares	-	2,477	-	-	-	-	2,477	(2,477)	-
Balance as at 31 March 2016	193,839	389,114	(16,116)	-	1,728	300	568,865	9,025	577,890
Balance as at 1 January 2015	193,839	341,486	(11,853)	220	2,479	479	526,650	13,817	540,467
Profit for the period	-	27,725	-	-	-	-	27,725	548	28,273
Other comprehensive income / (losses) for the period	-	-	206	-	853	-	1,059	(127)	932
Total comprehensive income for the period	-	27,725	206	-	853	-	28,784	421	29,205
Transfer of reserves	-	-	-	-	-	-	-	-	-
Dividends paid	-	(11,207)	-	-	-	-	(11,207)	-	(11,207)
Dividends paid to non-controlling interests of subsidiaries	-	-	-	-	-	-	-	(461)	(461)
Total transactions with owners, recognised directly in equity	-	(11,207)	-	-	-	-	(11,207)	(461)	(11,668)
Disposal of subsidiary	-	-	2,118	(220)	-	-	1,898	(3,059)	(1,161)
Balance as at 31 March 2015	193,839	358,004	(9,529)	-	3,332	479	546,125	10,718	556,843

	Share Capital S\$'000	Revenue Reserve S\$'000	Fair Value Reserve S\$'000	Total S\$'000
THE COMPANY				
Balance as at 1 January 2016	193,839	265,107	2,608	461,554
Total comprehensive income / (losses) for the period	-	9,504	(1,194)	8,310
Balance as at 31 March 2016	193,839	274,611	1,414	469,864
Balance as at 1 January 2015	193,839	223,696	2,089	419,624
Total comprehensive income for the period	-	19,471	880	20,351
Dividends payable	-	(11,207)	-	(11,207)
Balance as at 31 March 2015	193,839	231,960	2,969	428,768

- 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**

There have been no changes to the issued share capital of the Company since 31 December 2015. There were no outstanding options as at 31 March 2016 (31 March 2015: Nil). The Company did not hold any treasury shares as at 31 March 2016 (31 March 2015: Nil).

- 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 end of the immediately preceding year:-**

	31 March 2016	31 December 2015
Number of issued shares excluding treasury shares	373,558,237	373,558,237

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

There were no sales, transfer, disposal, cancellation and/or use of treasury shares as at 31 March 2016 (31 March 2015: Nil).

- 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 Group's external auditors.

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

The accounting policies and methods of computation applied by the Group are consistent with those used in its most recently audited financial statements, except for those disclosed under paragraph 5.

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 has applied the same accounting policies and method of computation in the financial statements for the current financial period compared with the audited financial statements for the year ended 31 December 2015.

Below are the mandatory standards, amendments and interpretations to existing standards that have been published, and are relevant for the Group's accounting periods beginning on or after 1 January 2016.

- FRS 110 Consolidated financial statements and FRS 28 Investments in associates and joint ventures (effective for annual periods beginning on or after 1 January 2016).

These amendments address an inconsistency between FRS 110 and FRS 28 in the sale or contribution of assets between an investor and its associate or joint venture. A full gain or loss is recognised when a transaction involves a business. A partial gain or loss is recognised when a transaction involves assets that do not constitute a business, even if those assets are in a subsidiary.

- FRS 1 Presentation of financial statements (effective for annual periods beginning on or after 1 January 2016).

This amendment clarifies guidance in FRS 1 on materiality and aggregation, the presentation of subtotals, the structure of financial statements and the disclosure of accounting policies.

The adoption of the above revised FRS did not have significant impact on the financial statements of the Group for the current financial period.

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

THE GROUP (Aggregate)

**1Q 2016 1Q 2015
(restated)**

(a) Based on the weighted average number of ordinary shares in issue (cents)		
- from continuing operations	2.17	0.60
- from discontinued operations	-	6.83
Total (including discontinued operations)	<u>2.17</u>	<u>7.43</u>
(b) On fully diluted basis (cents)		
- from continuing operations	2.17	0.60
- from discontinued operations	-	6.83
Total (including discontinued operations)	<u>2.17</u>	<u>7.43</u>

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

	THE GROUP		THE COMPANY	
	31.03.16	31.12.15	31.03.16	31.12.15
	S\$	S\$	S\$	S\$
Net asset value per ordinary share based on total number of issued shares excluding treasury shares as at the end of the reporting period	1.52	1.50	1.26	1.24

The Company does not have any treasury 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 (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**

Group Overview

<u>Continuing Operations</u>	THE GROUP		
	1Q 2016	1Q 2015	Change
	S\$'000	S\$'000	%
		(restated)	
Group Turnover	108,380	99,892	9
Group Profit Before Tax	9,632	3,677	162
Group Profit attributable to equity holders of the Company	8,102	2,229	263

Group turnover in 1Q-2016 was S\$108.4 mil compared to S\$99.9 mil in 1Q-2015. This was attributable mainly to higher revenue recorded by the Precast & PBU division. Revenue from the Environmental Services division declined during the period.

The Group's profit before tax improved to S\$9.6 mil in 1Q-2016 driven by higher contributions from Precast & PBU division. Environmental Services division's pre-tax performance declined amid the prolonged weakness in oil price.

After taking into account income tax, the Group reported a profit attributable to equity holders of S\$8.1 mil in 1Q-2016 compared to S\$2.2 mil in 1Q-2015.

Turnover

Turnover (S\$'mil)	THE GROUP		
	1Q 2016	1Q 2015	Change
		(restated)	(%)
<u>Continuing Operations</u>			
Precast & PBU	63.1	51.6	22
Dry Mix	25.1	25.6	(2)
Environmental Services	13.8	15.7	(12)
Others	6.4	7.0	(9)
	108.4	99.9	9

Turnover of the Precast & PBU division in 1Q-2016 was 22% higher, driven by higher revenue of Singapore and Dubai precast operations and its PBU operation in Finland. The increase was partially offset by lower turnover from its Malaysia operation.

Sales of the Dry Mix division in 1Q-2016 was comparable to the corresponding period last year.

Environmental Services turnover declined by 12% due to a significant drop in average selling prices and sales volume for Recycled Fuel Oil ("RFO").

Attributable profit / (loss) before tax

Attributable profit / (loss) before tax (S\$'mil)	THE GROUP		
	1Q 2016	1Q 2015 (restated)	Change (%)
<u>Continuing Operations</u>			
Precast & PBU	4.7	0.7	571
Dry Mix	4.3	4.5	(4)
Environmental Services	(0.6)	0.1	n/m
Others (including unallocated corporate expenses)	1.2	(1.6)	n/m
	9.6	3.7	160

n/m: not meaningful

Precast & PBU

Pre-tax profit of the division improved to S\$4.7 mil in 1Q-2016, contributed by improved performance from its overseas operations, particularly Dubai and Finland on the back of higher revenue and improved operating margins.

Dry Mix

Pre-tax profit of the division was largely in line with the corresponding period last year as demand remained satisfactory during the first quarter of the year.

Environmental Services

The division recorded a loss of S\$0.6mil in 1Q-2016. Operating performance weakened as a result of depressed sales for RFO and lower contribution from waste management services.

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 month

The Precast businesses in Singapore and Malaysia continue to face competitive market conditions with downward pressure on project margins. Performance of both Dubai Precast and Parmarine is expected to remain satisfactory underpinned by healthy order book.

Performance of the Dry Mix business across the region is expected to remain satisfactory supported by firm demand. The division would continue to broaden its product offerings in its key markets.

In the Environmental Services division, the RFO business will continue to face very difficult market conditions amidst the prolonged weakness in oil price. The distribution business and waste management services are expected to remain subdued.

The business of our associate PSLT is expected to be challenging in the light of weak market conditions.

11. Dividend

(a) Current Financial Period Reported On

Any interim / final dividend declared / recommended for the current financial period reported on?
None

(b) Corresponding Period of the Immediately Preceding Financial Year

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

Name of Dividend	Special interim
Dividend Type	Cash
Dividend amount per share	S\$0.03 per ordinary share
Tax Rate	Exempt – one tier
Date paid	26 May 2015

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

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

Not applicable.

13. If the Group has obtained a general mandate from shareholders for Interested Person Transactions (“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 IPTs pursuant to Rule 920.

14. Negative confirmation pursuant to Rule 705(5)

Please see confirmation below on page 19.

15. Confirmation that issue has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1)

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



NSL LTD

(Reg. no.: 196100107C)

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

(This part is not applicable to Q1, Q2, Q3 or Half Year Results)

- 16. Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year**

Not applicable.

- 17. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments**

Not applicable.

- 18. A breakdown of sales**

Not applicable.

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

Not applicable.

- 20. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(13) in the format below. If there are no such persons, the issuer must make an appropriate negative statement**

Not applicable.

CONFIRMATION BY THE BOARD

The Board of Directors of the Company hereby confirm that, to the best of their knowledge, nothing has come to their attention which may render the unaudited consolidated financial results for the three months ended 31 March 2016 to be false or misleading.

BY ORDER OF THE BOARD

LIM Su-Ling
Company Secretary
11 May 2016



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This release may contain forward-looking statements which may be identified by phrases that the Company or Management or Directors “expects”, “believes” “anticipates” “foresees” or “forecasts”. These forward-looking statements, if any, are based on current expectations and assumptions that are subject to risks and uncertainties. Actual performance, outcome or financial results post the date of this release may differ materially from those expressed in this release. Some factors that may affect the actual performance of the NSL Ltd and its group of companies may include, without limitation, political, economic, geographical, climatic and social conditions in the countries where the NSL Ltd and its group of companies, its customers or its suppliers operate; armed conflict or the effects of terrorist activities or war, acts of God, tsunami, earthquake, natural disasters, floods, effects of global climatic change in any part of the world which may cause disruption in manufacture, supply (availability and costs) of raw or intermediate materials, power, water, fuel, crude oil, import, export, transportation network necessary for the acquisition and supply of goods and services or financial markets; currency fluctuations; fluctuations in the price of raw materials, power, water, fuel, crude oil or demand for natural rubber; volatility of financial markets; general industry conditions, interest rate trends, cost of borrowings and capital availability, intense competition from other companies and venues for the production, sale/distribution of goods and services of the NSL Ltd and its group of companies, changes in industry or market capacity or demands; obsolete inventory, market acceptance or rejection of new goods and services, continued market acceptance of existing goods and services of the NSL Ltd and its group of companies; risk of unanticipated increased costs of power, oil, fuel, crude oil or utilities to operate its various plants; continued ability of NSL Ltd and its group of companies to retain market size and competitiveness for its goods and services; the effect of changes to policies /regulations whether or not resulting in imposition or lifting of anti-dumping duties in countries which the NSL Ltd and its group of companies operate, industrial accident(s) in any facility(ies) of NSL Ltd and its group of companies and their effects; unavailability of insurance, adverse results on litigation or debt recovery, implementation of operating cost structure that is aligned with revenue growth; SARS, bird flu, killer pig disease and their effects; coup d'etat, civil unrest, civil uprisings, revolutions, demonstrations, protests in any part of the world where NSL Ltd and its group of companies operate; any factor which may cause revenues and income to fall short of anticipated levels; ability to develop manufacture and market products and services in a rapidly changing environment; management retention and succession; changes in operating expenses, including employee wages, benefits and training, and governmental and public policy changes. This statement only relates to information available as at the date of release and you are cautioned to seek professional advice from your stock broker, solicitor, accountant or other professional adviser if you are in any doubt as to the meaning of anything herein.