



# FRASER AND NEAVE, LIMITED

(Company Registration No. 189800001R)  
(Incorporated in the Republic of Singapore)

## THIRD QUARTER FINANCIAL RESULTS FOR THE PERIOD ENDED 30 JUNE 2014 Financial Statements and Dividend Announcement

The Directors are pleased to make the following announcement of the unaudited results for the 3rd Quarter ended 30 June 2014.

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

1(a) 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.

#### 1(a)(i) GROUP PROFIT STATEMENT

	3rd Quarter to 30/6/2014 \$'000	3rd Quarter to 30/6/2013 \$'000 (Restated)*	Change %	9 Months to 30/6/2014 \$'000	9 Months to 30/6/2013 \$'000 (Restated)*	Change %
Revenue	622,086	587,662	5.9	1,808,057	1,723,978	4.9
Cost of sales	(410,650)	(388,358)	5.7	(1,188,214)	(1,142,687)	4.0
Gross profit	211,436	199,304	6.1	619,843	581,291	6.6
Other income/(expense) (net)	3,097	85	NM	20,621	(1,783)	NM
Operating expenses						
- Distribution	(48,514)	(51,011)	(4.9)	(143,909)	(140,588)	2.4
- Marketing	(60,601)	(58,558)	3.5	(181,288)	(170,805)	6.1
- Administration	(37,336)	(38,264)	(2.4)	(107,605)	(110,410)	(2.5)
	(146,451)	(147,833)	(0.9)	(432,802)	(421,803)	2.6
Trading profit	68,082	51,556	32.1	207,662	157,705	31.7
Share of associated companies' profits	1,833	1,612	13.7	5,741	1,009	NM
Gross income from investments	9,566	8,826	8.4	13,507	9,069	48.9
<b>Profit before interest and taxation ("PBIT")</b>	<b>79,481</b>	<b>61,994</b>	<b>28.2</b>	<b>226,910</b>	<b>167,783</b>	<b>35.2</b>
Finance income	1,161	18,360	(93.7)	20,167	57,567	(65.0)
Finance cost	(1,200)	(11,814)	(89.8)	(11,074)	(26,767)	(58.6)
Net finance (expense)/income	(39)	6,546	NM	9,093	30,800	(70.5)
<b>Profit before taxation and exceptional items</b>	<b>79,442</b>	<b>68,540</b>	<b>15.9</b>	<b>236,003</b>	<b>198,583</b>	<b>18.8</b>
Exceptional items	(556)	6,861	NM	(4,273)	(119,192)	(96.4)
<b>Profit before taxation</b>	<b>78,886</b>	<b>75,401</b>	<b>4.6</b>	<b>231,730</b>	<b>79,391</b>	<b>191.9</b>
Taxation	(10,884)	(18,053)	(39.7)	(42,266)	(49,182)	(14.1)
<b>Profit from continuing operations, net of tax</b>	<b>68,002</b>	<b>57,348</b>	<b>18.6</b>	<b>189,464</b>	<b>30,209</b>	<b>NM</b>
<b>Discontinued operations</b>						
Profit from discontinued operations, net of tax	-	65,952	NM	138,121	283,439	(51.3)
Loss on distribution of discontinued operations	-	-	NM	(17,661)	-	NM
Gain on disposal of discontinued operations	-	(221)	NM	-	4,751,514	NM
<b>Profit after taxation</b>	<b>68,002</b>	<b>123,079</b>	<b>(44.7)</b>	<b>309,924</b>	<b>5,065,162</b>	<b>(93.9)</b>
Attributable profit to:						
Shareholders of the Company						
- Before fair value adjustment and exceptional items						
Continuing operations	44,505	35,604	25.0	118,611	98,876	20.0
Discontinued operations	-	67,737	NM	119,018	213,118	(44.2)
	44,505	103,341	(56.9)	237,629	311,994	(23.8)
- Loss on distribution of discontinued operations	-	-	NM	(17,661)	-	NM
- Gain on disposal of discontinued operations	-	(221)	NM	-	4,751,514	NM
- Fair value adjustment of investment properties held by discontinued operations	-	2,089	NM	-	33,480	NM
- Exceptional items						
Continuing operations	(556)	2,684	NM	(4,273)	(123,369)	(96.5)
Discontinued operations	-	(1,400)	NM	1,798	39,794	(95.5)
	(556)	1,284	NM	(2,475)	(83,575)	(97.0)
	43,949	106,493	(58.7)	217,493	5,013,413	(95.7)
Non-controlling interests						
Continuing operations	24,053	19,060	26.2	75,126	54,702	37.3
Discontinued operations	-	(2,474)	NM	17,305	(2,953)	NM
	24,053	16,586	45.0	92,431	51,749	78.6
	68,002	123,079	(44.7)	309,924	5,065,162	(93.9)

NM – Not meaningful

\* Restated upon the demerger of Frasers Centrepoint Limited, as explained in paragraph 8, page 18 of this report and adoption of Revised FRS 19 as detailed in paragraph 5, page 16 of this report.

**1(a)(ii) BREAKDOWN AND EXPLANATORY NOTES TO GROUP PROFIT STATEMENT**

	<b>Group</b>					
	<b>3rd Quarter to 30/6/2014 \$'000</b>	<b>3rd Quarter to 30/6/2013 \$'000 (Restated)</b>	<b>Change %</b>	<b>9 Months to 30/6/2014 \$'000</b>	<b>9 Months to 30/6/2013 \$'000 (Restated)</b>	<b>Change %</b>
<b>Operating expenses</b>						
Included in operating expenses are:						
Depreciation & amortisation	(19,392)	(19,648)	(1.3)	(61,820)	(64,716)	(4.5)
Allowance for bad and doubtful debts	(586)	(474)	23.6	(2,636)	(1,352)	95.0
Allowance for inventory obsolescence	(720)	(1,289)	(44.1)	(2,020)	(4,648)	(56.5)
Employee share-based expenses	(1,845)	(3,074)	(40.0)	(4,635)	(7,368)	(37.1)
<b>Other income/(expense) (net)</b>						
Gain/(Loss) on disposal of fixed assets	89	8	NM	491	(457)	NM
Foreign exchange loss	(70)	(616)	(88.6)	(10,749)	(5,133)	109.4
<b>Taxation</b>						
Over/(Under)provision of prior year taxation	6,197	(3,228)	NM	7,779	(2,404)	NM
<b>Exceptional items</b>						
Corporate and debt restructuring expenses	(172)	-	NM	(3,889)	-	NM
Provision for restructuring and re-organisation costs of operations	(384)	(4,241)	(90.9)	(384)	(4,663)	(91.8)
Business interruption insurance claim relating to flood in Thailand	-	7,349	NM	-	7,349	NM
Gain on disposal of other investments	-	2,333	NM	-	2,333	NM
Gain on disposal of subsidiary company	-	-	NM	-	568	NM
Professional fee relating to the general offers	-	1,431	NM	-	(73,014)	NM
Provision for impairment in value of an associated company and investments	-	(11)	NM	-	(51,765)	NM
	<u>(556)</u>	<u>6,861</u>		<u>(4,273)</u>	<u>(119,192)</u>	
<b>PBIT as a percentage of revenue</b>	<u>12.8%</u>	<u>10.5%</u>		<u>12.5%</u>	<u>9.7%</u>	

NM - Not meaningful

**1(a)(iii) ADDITIONAL INFORMATION**
Group Revenue and Profit Analysis

	3rd Quarter to 30/6/2014 \$'000	3rd Quarter to 30/6/2013 \$'000 (Restated)	9 Months to 30/6/2014 \$'000	9 Months to 30/6/2013 \$'000 (Restated)
<b>Revenue</b>				
<b>By Business Activity</b>				
Beverages	257,823	227,737	731,589	676,357
Dairies	280,387	272,188	820,460	778,493
Printing & publishing	83,813	87,059	255,803	267,065
Others	63	678	205	2,063
	622,086	587,662	1,808,057	1,723,978
<b>By Territory</b>				
Singapore	119,353	121,294	347,954	355,148
Malaysia	261,284	256,343	768,016	758,449
Other ASEAN	218,220	186,629	624,392	538,834
North/South Asia	21,839	21,506	63,270	63,791
Outside Asia	1,390	1,890	4,425	7,756
	622,086	587,662	1,808,057	1,723,978
<b>PBIT</b>				
<b>By Business Activity</b>				
Beverages	50,342	34,744	139,656	109,014
Dairies	14,721	16,533	47,893	44,605
Printing & publishing	1,818	299	2,648	1,501
Others	12,600	10,418	36,713	12,663
	79,481	61,994	226,910	167,783
<b>By Territory</b>				
Singapore	5,703	4,520	10,253	12,307
Malaysia	20,349	19,169	91,409	57,208
Other ASEAN	51,974	39,791	125,132	103,787
North/South Asia	2,016	(215)	1,819	(1,312)
Outside Asia	(561)	(1,271)	(1,703)	(4,207)
	79,481	61,994	226,910	167,783
<b>Attributable profit</b>				
<b>By Business Activity</b>				
Beverages	23,320	14,158	61,129	44,445
Dairies	6,997	7,573	22,409	20,768
Printing & publishing	3,027	(680)	3,731	(1,621)
Others	11,161	14,553	31,342	35,284
Continuing operations	44,505	35,604	118,611	98,876
Discontinued operations*	-	67,737	119,018	213,118
Loss on distribution of discontinued operations	-	-	(17,661)	-
Gain on disposal of discontinued operations	-	(221)	-	4,751,514
Fair value adjustment of investment properties held by discontinued operations	-	2,089	-	33,480
Exceptional items				
- Continuing operations	(556)	2,684	(4,273)	(123,369)
- Discontinued operations	-	(1,400)	1,798	39,794
	(556)	1,284	(2,475)	(83,575)
	43,949	106,493	217,493	5,013,413

\* Refers to the demerger of Frasers Centrepoint Limited.

## 1(a)(iv) STATEMENT OF COMPREHENSIVE INCOME

	Group			
	3rd Quarter to 30/6/2014 \$'000	3rd Quarter to 30/6/2013 \$'000 (Restated)	9 Months to 30/6/2014 \$'000	9 Months to 30/6/2013 \$'000 (Restated)
<b>Profit after taxation</b>	68,002	123,079	309,924	5,065,162
<b>Other comprehensive income:</b>				
<u>Items that may be reclassified subsequently to profit statement</u>				
Share of other comprehensive income of associated companies	(1,244)	(6,346)	(5,100)	(6,912)
Realisation of reserves on distribution <i>in specie</i> of subsidiary companies	-	-	17,661	-
Realisation of reserves on disposal of subsidiary and joint venture companies	-	-	-	124,056
Net fair value changes on derivative financial instruments	-	1,210	706	5,329
Realisation of hedging loss from derivative financial instruments	-	-	5,707	1,206
Realisation of fair value gains on disposal of available-for-sale financial assets	-	(2,121)	-	(37,021)
Net fair value changes on available-for-sale financial assets	(102,123)	83,399	(98,977)	263,046
Currency translation difference	(6,111)	(41,469)	(29,475)	(23,604)
	(109,478)	34,673	(109,478)	326,100
<u>Items that will not be reclassified to profit statement</u>				
Remeasurement of defined benefit obligations	-	13	-	39
Other comprehensive income for the period, net of tax	(109,478)	34,686	(109,478)	326,139
Total comprehensive income for the period	(41,476)	157,765	200,446	5,391,301
<b>Total comprehensive income attributable to:</b>				
Shareholders of the Company				
Continuing operations	(64,604)	115,732	15,855	241,992
Discontinued operations	-	42,216	97,694	5,111,151
	(64,604)	157,948	113,549	5,353,143
Non-controlling interests	23,128	(183)	86,897	38,158
	(41,476)	157,765	200,446	5,391,301

**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.**

**BALANCE SHEET**

	Group		Company	
	As at 30/6/2014 \$'000	As at 30/9/2013 \$'000 (Restated)*	As at 30/6/2014 \$'000	As at 30/9/2013 \$'000
<b>SHARE CAPITAL AND RESERVES</b>				
Share capital	844,585	1,441,520	844,585	1,441,520
Treasury shares	(23)	(23)	(23)	(23)
Reserves	812,268	7,063,170	186,828	3,265,340
	1,656,830	8,504,667	1,031,390	4,706,837
<b>NON-CONTROLLING INTERESTS</b>	386,537	373,223	-	-
	2,043,367	8,877,890	1,031,390	4,706,837
Represented by:				
<b>NON-CURRENT ASSETS</b>				
Fixed assets	655,906	699,109	-	-
Investment properties	40,483	3,155,404	-	-
Subsidiary companies	-	-	933,844	3,945,938
Associated companies	149,555	1,278,877	18,100	18,100
Intangible assets	80,840	148,315	-	-
Brands	31,021	30,836	212	212
Other investments	573,996	675,236	6,296	6,205
Other receivables	1,166	91,614	-	-
Other assets	-	43,200	-	-
Deferred tax assets	26,709	34,325	-	-
	1,559,676	6,156,916	958,452	3,970,455
<b>CURRENT ASSETS</b>				
Properties held for sale	55,388	4,709,952	-	-
Inventories	261,255	249,406	-	-
Trade receivables	338,575	527,188	-	-
Other receivables	33,613	133,733	602	5,488
Prepaid land costs	-	398,033	-	-
Related parties	4,813	146	-	-
Subsidiary companies	-	-	4,510	5,695
Joint venture companies	21,073	4,520	-	-
Associated companies	-	12,710	-	-
Short term investments	102	100	-	-
Bank fixed deposits	143,772	876,333	53,265	255,674
Cash and bank balances	344,660	1,068,389	53,791	650,794
	1,203,251	7,980,510	112,168	917,651
Assets held for sale	7,802	7,961	-	-
	1,211,053	7,988,471	112,168	917,651
<b>Deduct: CURRENT LIABILITIES</b>				
Trade payables	193,530	526,379	-	-
Other payables	249,998	948,595	16,199	17,028
Related parties	22,538	1,652	-	-
Subsidiary companies	-	-	14,044	4,507
Joint venture companies	-	8	-	-
Associated companies	2,193	1,669	-	-
Borrowings	32,922	862,019	-	-
Provision for taxation	51,392	161,076	8,987	9,734
	552,573	2,501,398	39,230	31,269
Liabilities held for sale	1,808	1,845	-	-
	554,381	2,503,243	39,230	31,269
<b>NET CURRENT ASSETS</b>	656,672	5,485,228	72,938	886,382
<b>Deduct: NON-CURRENT LIABILITIES</b>				
Other payables	9,989	17,022	-	-
Borrowings	116,610	2,582,525	-	150,000
Provision for employee benefits	18,574	18,349	-	-
Deferred tax liabilities	27,808	146,358	-	-
	172,981	2,764,254	-	150,000
	2,043,367	8,877,890	1,031,390	4,706,837

\* Restated upon adoption of Revised FRS 19 as detailed in paragraph 5, page 16 of this report.

- 1(b)(ii) **Aggregate amount of Group's borrowings and debt securities.**  
 The Group's borrowings and debt securities as at the end of the financial period reported on, and comparative figures as at the end of the immediately preceding financial year:

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

	<b>As at 30/6/2014</b>	<b>As at 30/9/2013</b>
	<b>\$'000</b>	<b>\$'000</b>
Secured :	2,019	506,901
Unsecured :	30,903	355,118
	<hr/>	<hr/>
	<b>32,922</b>	<b>862,019</b>
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**Amount repayable after one year**

	<b>As at 30/6/2014</b>	<b>As at 30/9/2013</b>
	<b>\$'000</b>	<b>\$'000</b>
Secured :	-	1,015,621
Unsecured :	116,610	1,566,904
	<hr/>	<hr/>
	<b>116,610</b>	<b>2,582,525</b>
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**Details of any collateral**

Secured borrowings are generally bank overdrafts and bank loans secured on the land and buildings, plant and machinery of the borrowing companies, pledge of shares held in a subsidiary and/or a first fixed and floating charge over the assets, and assignment of all rights, benefits and title in contracts of the respective borrowing companies.

**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 CASH FLOW STATEMENT**

	3rd Quarter to 30/6/2014 \$'000	3rd Quarter to 30/6/2013 \$'000 (Restated)	9 Months to 30/6/2014 \$'000	9 Months to 30/6/2013 \$'000 (Restated)
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Profit before taxation and exceptional items from continuing operations	79,442	68,540	236,003	198,583
Profit before taxation and exceptional items from discontinued operations	-	85,545	166,197	301,708
Profit before taxation and exceptional items	79,442	154,085	402,200	500,291
Adjustments for:				
Depreciation of fixed assets	17,284	18,736	52,814	59,285
Impairment of fixed assets and intangible assets (net)	(476)	2,252	(728)	2,057
Fixed assets written off	271	-	557	-
Provision for employee benefits	414	1,057	1,243	2,161
Valuation gain of interest retained in a joint venture company	-	-	(21,392)	-
Allowance for foreseeable losses in properties held for sales	-	8,767	-	8,767
(Gain)/Loss on disposal of fixed assets (net)	(89)	(4)	(492)	752
Loss/(Gain) on disposal of financial instruments (net)	115	(5,485)	3,408	1,469
Amortisation of brands and intangible assets	2,108	2,941	10,798	11,513
Interest income	(1,161)	(8,739)	(10,020)	(24,939)
Interest expenses	1,200	21,053	13,745	47,621
Share of associated companies' profits	(1,833)	(16,443)	(16,721)	(46,431)
Investment income	(9,566)	(8,825)	(13,632)	(9,358)
Profit on properties held for sale	-	(71,577)	(135,735)	(201,916)
Employee share-based expense	1,851	4,266	4,868	11,384
Fair value adjustment of investment properties	-	(2,089)	-	(33,480)
Fair value adjustment of financial instruments	100	244	(3,632)	(1,854)
Operating cash before working capital changes	89,660	100,239	287,281	327,322
Change in inventories	1,364	(9,446)	(15,196)	5,645
Change in trade and other receivables	(12,010)	(42,355)	(122,718)	(36,444)
Change in prepaid land costs	-	-	(300,205)	-
Change in joint venture and associated companies' balances	(2,445)	1,370	(11,398)	8,108
Change in trade and other payables	39,380	151,214	(27,413)	(45,119)
Progress payment received/receivable on properties held for sale	-	273,990	605,826	897,701
Development expenditure on properties held for sale	(1,306)	(281,503)	(210,301)	(894,611)
Currency realignment	(4,396)	18,207	(4,272)	15,364
Cash generated from operations	110,247	211,716	201,604	277,966
Interest income received	1,313	10,924	9,863	27,815
Interest expenses paid	(1,120)	(23,370)	(21,108)	(44,372)
Income taxes paid	(13,426)	(49,847)	(34,310)	(99,284)
Payment of employee benefits	(151)	(495)	(1,229)	(2,077)
<b>Net cash from operating activities</b>	<b>96,863</b>	<b>148,928</b>	<b>154,820</b>	<b>160,048</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Dividends from associated companies	278	14,970	15,827	48,830
Investment income	9,566	8,825	13,632	9,358
Proceeds from sale of fixed assets	520	485	1,362	1,213
Distribution <i>in specie</i> of subsidiary companies	-	-	(700,504)	-
Proceeds from redemption of units by an associated company	-	153,079	-	306,158
Proceeds from sale of other and short term investments	-	2,890	-	63,599
(Outflows)/Proceeds from disposal of subsidiary and joint venture companies	-	(221)	-	5,581,906
Purchase of fixed assets and investment properties	(19,495)	(34,411)	(45,010)	(77,701)
Payment for intangible assets	(2,567)	(2,925)	(7,423)	(8,945)
Development expenditure on investment properties under construction	-	(2,589)	(705,772)	(6,988)
Investments in associated companies	-	(26,215)	(2,526)	(32,246)
Repayment of loan/(loan to) associated companies	-	3,419	8,071	(71,567)
<b>Net cash (used in)/from investing activities</b>	<b>(11,698)</b>	<b>117,307</b>	<b>(1,422,343)</b>	<b>5,813,617</b>

## 1(c) GROUP CASH FLOW STATEMENT (cont'd)

	3rd Quarter to 30/6/2014 \$'000	3rd Quarter to 30/6/2013 \$'000 (Restated)	9 Months to 30/6/2014 \$'000	9 Months to 30/6/2013 \$'000 (Restated)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
Repayment of term loans and bank borrowings	(1,272)	(92,005)	(1,057,733)	(62,513)
Capital reduction	(606,861)	-	(606,861)	-
Repayment of loans from a related party	25,831	-	1,715,714	-
Capital repayment to non-controlling interests	-	(290)	-	(290)
Proceeds from issue of shares:				
- by subsidiary companies to non-controlling interests	295	175	6,631	4,016
- by the Company to shareholders	-	276	-	46,280
Payment of dividends:				
- by subsidiary companies to non-controlling interests	(10,461)	(3,975)	(40,434)	(48,104)
- by the Company to shareholders	(28,898)	(50,451)	(202,286)	(223,425)
<b>Net cash used in financing activities</b>	<b>(621,366)</b>	<b>(146,270)</b>	<b>(184,969)</b>	<b>(284,036)</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(536,201)</b>	<b>119,965</b>	<b>(1,452,492)</b>	<b>5,689,629</b>
Cash and cash equivalents at beginning of period	1,023,957	7,216,841	1,943,070	1,647,477
Effects of exchange rate changes on cash and cash equivalents	(612)	(8,916)	(3,434)	(9,216)
<b>Cash and cash equivalents at end of period</b>	<b>487,144</b>	<b>7,327,890</b>	<b>487,144</b>	<b>7,327,890</b>
Cash and cash equivalents at end of period comprise:				
Cash and bank deposits	488,432	7,328,868	488,432	7,328,868
Bank overdrafts	(1,288)	(978)	(1,288)	(978)
	<b>487,144</b>	<b>7,327,890</b>	<b>487,144</b>	<b>7,327,890</b>
<b>Analysis of distribution <i>in specie</i> of subsidiary companies</b>				
<b>Net assets distributed:</b>				
Investment properties	(4,084,506)	-	(4,084,506)	-
Property developed for sale	(4,515,019)	-	(4,515,019)	-
Other non-current assets	(1,358,848)	-	(1,358,848)	-
Other current assets	(744,367)	-	(744,367)	-
Non-current liabilities	3,121,392	-	3,121,392	-
Current liabilities	2,089,826	-	2,089,826	-
Non-controlling interests	38,191	-	38,191	-
Cash	(700,504)	-	(700,504)	-
	(6,153,835)	-	(6,153,835)	-
Realisation of reserves	(17,661)	-	(17,661)	-
Distribution <i>in specie</i> of subsidiary companies	6,153,835	-	6,153,835	-
Loss on distribution <i>in specie</i> of subsidiary companies	17,661	-	17,661	-
Consideration received	-	-	-	-
Less: Cash of subsidiary companies distributed	700,504	-	700,504	-
Cash outflow on distribution net of cash and cash equivalents distributed	700,504	-	700,504	-
Cash outflow on distribution recognised in the 6 months to 31 March	(700,504)	-	-	-
Cash outflow on distribution recognised in the current quarter	-	-	-	-
<b>Analysis of disposal of subsidiary and joint venture companies</b>				
<b>Net assets disposed:</b>				
Current assets	-	(1,690,920)	-	(1,690,920)
Current liabilities	-	690,616	-	690,616
Non-controlling interests	-	294,000	-	294,000
	-	(706,304)	-	(706,304)
Realisation of translation difference	-	(124,056)	-	(124,056)
Gain on disposal	-	(4,751,546)	-	(4,751,546)
Consideration received	-	(5,581,906)	-	(5,581,906)
Less: Cash of subsidiary companies	-	-	-	-
Cash inflow on disposal net of cash and cash equivalents disposed	-	(5,581,906)	-	(5,581,906)
Cash inflow on disposal recognised in the 6 months to 31 March	-	5,582,127	-	-
Cash outflow on disposal recognised in the current quarter	-	221	-	-



- 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.**

**STATEMENT OF CHANGES IN EQUITY**
**Group**

	Share Capital	Treasury Shares	Capital Reserve	Revenue Reserve	Exchange Reserve	Fair Value Adjustment Reserve	Hedging Reserve	Share-based Payment Reserve	Dividend Reserve	Total	Non-controlling Interests	Total Equity
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>3rd Quarter ended 30 June 2014</b>												
Balance at 1 April 2014	1,451,446	(23)	8,785	336,024	(102,160)	595,087	(248)	11,602	28,898	2,329,411	373,132	2,702,543
<b>Comprehensive income</b>												
Share of other comprehensive income of associated companies	-	-	-	(29)	(1,212)	-	(3)	-	-	(1,244)	-	(1,244)
Net fair value changes on available-for-sale financial assets	-	-	-	-	-	(102,123)	-	-	-	(102,123)	-	(102,123)
Currency translation difference	-	-	-	-	(5,186)	-	-	-	-	(5,186)	(925)	(6,111)
Other comprehensive income for the period	-	-	-	(29)	(6,398)	(102,123)	(3)	-	-	(108,553)	(925)	(109,478)
Profit for the period	-	-	-	43,949	-	-	-	-	-	43,949	24,053	68,002
<b>Total comprehensive income for the period</b>	-	-	-	43,920	(6,398)	(102,123)	(3)	-	-	(64,604)	23,128	(41,476)
<b>Contributions by and distributions to owners</b>												
Employee share-based expense	-	-	-	-	-	-	-	1,995	-	1,995	399	2,394
Capital reduction	(606,861)	-	-	-	-	-	-	-	-	(606,861)	-	(606,861)
Contribution of capital by non-controlling interests	-	-	-	-	-	-	-	-	-	-	295	295
<b>Dividends:</b>												
Dividends to non-controlling interests	-	-	-	-	-	-	-	-	-	-	(10,461)	(10,461)
Adjustment to distribution <i>in specie</i>	-	-	-	25,831	-	-	-	-	-	25,831	-	25,831
Dividends to shareholders, paid	-	-	-	-	-	-	-	-	(28,898)	(28,898)	-	(28,898)
<b>Total contributions by and distributions to owners</b>	(606,861)	-	-	25,831	-	-	-	1,995	(28,898)	(607,933)	(9,767)	(617,700)
<b>Changes in ownership interests</b>												
Change of interests in a subsidiary company	-	-	-	(44)	-	-	-	-	-	(44)	44	-
<b>Total changes in ownership interests</b>	-	-	-	(44)	-	-	-	-	-	(44)	44	-
<b>Total transactions with owners in their capacity as owners</b>	(606,861)	-	-	25,787	-	-	-	1,995	(28,898)	(607,977)	(9,723)	(617,700)
<b>Balance at 30 June 2014</b>	844,585	(23)	8,785	405,731	(108,558)	492,964	(251)	13,597	-	1,656,830	386,537	2,043,367

**1(d)(i) STATEMENT OF CHANGES IN EQUITY (cont'd)**
**Group**

	Share Capital	Treasury Shares	Capital Reserve	Revenue Reserve	Exchange Reserve	Fair Value Adjustment Reserve	Hedging Reserve	Share-based Payment Reserve	Dividend Reserve	Total	Non-controlling Interests	Total Equity
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>3rd Quarter ended</b>												
<b>30 June 2013</b>												
Balance at 1 April 2013	1,564,985	(23)	222,219	10,409,190	(50,056)	471,585	(7,905)	18,335	50,451	12,678,781	366,496	13,045,277
Effects of adopting Revised FRS 19	-	-	-	(3,107)	74	-	-	-	-	(3,033)	(133)	(3,166)
Balance as at 1 April 2013, restated	1,564,985	(23)	222,219	10,406,083	(49,982)	471,585	(7,905)	18,335	50,451	12,675,748	366,363	13,042,111
<b>Comprehensive income</b>												
Share of other comprehensive income of associated companies	-	-	(4)	1,168	(7,630)	(552)	672	-	-	(6,346)	-	(6,346)
Net fair value changes on derivative financial instruments	-	-	-	-	-	-	1,220	-	-	1,220	(10)	1,210
Realisation of fair value gains on disposal of available-for-sale financial assets	-	-	-	-	-	(2,121)	-	-	-	(2,121)	-	(2,121)
Net fair value changes on available-for-sale financial assets	-	-	-	-	-	83,399	-	-	-	83,399	-	83,399
Remeasurement of defined benefit obligations	-	-	-	7	-	-	-	-	-	7	6	13
Currency translation difference	-	-	-	-	(24,704)	-	-	-	-	(24,704)	(16,765)	(41,469)
Other comprehensive income for the period	-	-	(4)	1,175	(32,334)	80,726	1,892	-	-	51,455	(16,769)	34,686
Profit for the period	-	-	-	106,493	-	-	-	-	-	106,493	16,586	123,079
<b>Total comprehensive income for the period</b>	-	-	(4)	107,668	(32,334)	80,726	1,892	-	-	157,948	(183)	157,765
<b>Contributions by and distributions to owners</b>												
Employee share-based expense	-	-	-	-	-	-	-	3,855	-	3,855	334	4,189
Issue of shares in the Company upon exercise of share options	339	-	-	-	-	-	-	(63)	-	276	-	276
Capital repayment to non-controlling interests	-	-	-	-	-	-	-	-	-	-	(290)	(290)
Contribution of capital by non-controlling interests	-	-	-	-	-	-	-	-	-	-	175	175
Transfer of reserves	-	-	(218,862)	218,862	-	-	-	-	-	-	-	-
<b>Dividends:</b>												
Dividends to non-controlling interests	-	-	-	-	-	-	-	-	-	-	(3,975)	(3,975)
Dividends to shareholders, paid	-	-	-	-	-	-	-	-	(50,451)	(50,451)	-	(50,451)
<b>Total contributions by and distributions to owners</b>	339	-	(218,862)	218,862	-	-	-	3,792	(50,451)	(46,320)	(3,756)	(50,076)
<b>Changes in ownership interests</b>												
Change of interests in a subsidiary company	-	-	-	9	-	-	-	-	-	9	(9)	-
<b>Total changes in ownership interests</b>	-	-	-	9	-	-	-	-	-	9	(9)	-
<b>Total transactions with owners in their capacity as owners</b>	339	-	(218,862)	218,871	-	-	-	3,792	(50,451)	(46,311)	(3,765)	(50,076)
<b>Balance at 30 June 2013</b>	1,565,324	(23)	3,353	10,732,622	(82,316)	552,311	(6,013)	22,127	-	12,787,385	362,415	13,149,800

**1(d)(i) STATEMENT OF CHANGES IN EQUITY (cont'd)**

	<b>Company</b>							<b>Total</b>
	<b>Share Capital</b>	<b>Treasury Shares</b>	<b>Capital Reserve</b>	<b>Revenue Reserve</b>	<b>Fair Value Adjustment Reserve</b>	<b>Share- based Payment Reserve</b>	<b>Dividend Reserve</b>	
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	
<b>3rd Quarter ended 30 June 2014</b>								
Balance at 1 April 2014	1,451,446	(23)	(2,814)	165,264	271	8,531	28,898	1,651,573
<u>Comprehensive income</u>								
Net fair value changes on available-for-sale financial assets	-	-	-	-	(30)	-	-	(30)
Other comprehensive income for the period	-	-	-	-	(30)	-	-	(30)
Profit for the period	-	-	-	14,116	-	-	-	14,116
<b>Total comprehensive income for the period</b>	-	-	-	14,116	(30)	-	-	14,086
<u>Contributions by and distributions to owners</u>								
Employee share-based expense	-	-	-	-	-	1,490	-	1,490
Capital reduction	(606,861)	-	-	-	-	-	-	(606,861)
<b>Dividends</b>								
Dividends to shareholders, paid	-	-	-	-	-	-	(28,898)	(28,898)
<b>Total transactions with owners in their capacity as owners</b>	(606,861)	-	-	-	-	1,490	(28,898)	(634,269)
Balance at 30 June 2014	844,585	(23)	(2,814)	179,380	241	10,021	-	1,031,390
<b>3rd Quarter ended 30 June 2013</b>								
Balance at 1 April 2013	1,564,985	(23)	776,209	7,035,745	2,572	15,441	50,451	9,445,380
<u>Comprehensive income</u>								
Realisation of fair value gains on disposal of available-for-sale financial assets	-	-	-	-	(2,121)	-	-	(2,121)
Net fair value changes on available-for-sale financial assets	-	-	-	-	(390)	-	-	(390)
Other comprehensive income for the period	-	-	-	-	(2,511)	-	-	(2,511)
Profit for the period	-	-	-	19,692	-	-	-	19,692
<b>Total comprehensive income for the period</b>	-	-	-	19,692	(2,511)	-	-	17,181
<u>Contributions by and distributions to owners</u>								
Employee share-based expense	-	-	-	-	-	3,427	-	3,427
Issue of shares in the Company upon exercise of share options	339	-	-	-	-	(63)	-	276
Transfer of reserves	-	-	(779,023)	779,023	-	-	-	-
<b>Dividends</b>								
Dividends to shareholders, paid	-	-	-	-	-	-	(50,451)	(50,451)
<b>Total transactions with owners in their capacity as owners</b>	339	-	(779,023)	779,023	-	3,364	(50,451)	(46,748)
Balance at 30 June 2013	1,565,324	(23)	(2,814)	7,834,460	61	18,805	-	9,415,813

**1(d)(i) STATEMENT OF CHANGES IN EQUITY (cont'd)**
**Group**

	Share Capital	Treasury Shares	Capital Reserve	Revenue Reserve	Exchange Reserve	Fair Value Adjustment Reserve	Hedging Reserve	Share-based Payment Reserve	Dividend Reserve	Total	Non-controlling Interests	Total Equity
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>9 Months ended 30 June 2014</b>												
Balance at 1 October 2013	1,441,520	(23)	3,463	6,377,183	(98,510)	592,145	(5,521)	24,129	172,982	8,507,368	373,529	8,880,897
Effects of adopting Revised FRS 19	-	-	-	(2,775)	74	-	-	-	-	(2,701)	(306)	(3,007)
Balance at 1 October 2013, restated	1,441,520	(23)	3,463	6,374,408	(98,436)	592,145	(5,521)	24,129	172,982	8,504,667	373,223	8,877,890
<b>Comprehensive income</b>												
Share of other comprehensive income of associated companies	-	-	-	156	(4,618)	(25)	(546)	(67)	-	(5,100)	-	(5,100)
Realisation of reserves on distribution <i>in specie</i> of subsidiary companies	-	-	5,322	(5,322)	18,361	(179)	(521)	-	-	17,661	-	17,661
Net fair value changes on derivative financial instruments	-	-	-	-	-	-	630	-	-	630	76	706
Realisation of hedging loss from derivative financial instruments	-	-	-	-	-	-	5,707	-	-	5,707	-	5,707
Net fair value changes on available-for-sale financial assets	-	-	-	-	-	(98,977)	-	-	-	(98,977)	-	(98,977)
Currency translation difference	-	-	-	-	(23,865)	-	-	-	-	(23,865)	(5,610)	(29,475)
Other comprehensive income for the period	-	-	5,322	(5,166)	(10,122)	(99,181)	5,270	(67)	-	(103,944)	(5,534)	(109,478)
Profit for the period	-	-	-	217,493	-	-	-	-	-	217,493	92,431	309,924
<b>Total comprehensive income for the period</b>	-	-	5,322	212,327	(10,122)	(99,181)	5,270	(67)	-	113,549	86,897	200,446
<b>Contributions by and distributions to owners</b>												
Employee share-based expense	-	-	-	-	-	-	-	4,322	-	4,322	546	4,868
Issue of shares in the Company upon vesting of shares awarded	9,926	-	-	-	-	-	-	(9,926)	-	-	-	-
Capital reduction	(606,861)	-	-	-	-	-	-	-	-	(606,861)	-	(606,861)
Contribution of capital by non-controlling interests	-	-	-	-	-	-	-	-	-	-	6,631	6,631
Transfer of reserve due to distribution <i>in specie</i> of subsidiary companies	-	-	-	-	-	-	-	(4,861)	-	(4,861)	-	(4,861)
<b>Dividends:</b>												
Dividends to non-controlling interests	-	-	-	-	-	-	-	-	-	-	(40,434)	(40,434)
Distribution <i>in specie</i>	-	-	-	(6,153,835)	-	-	-	-	-	(6,153,835)	-	(6,153,835)
Dividends to shareholders, paid	-	-	-	(29,304)	-	-	-	-	(172,982)	(202,286)	-	(202,286)
<b>Total contributions by and distributions to owners</b>	(596,935)	-	-	(6,183,139)	-	-	-	(10,465)	(172,982)	(6,963,521)	(33,257)	(6,996,778)
<b>Changes in ownership interests</b>												
Change of interests in subsidiary company	-	-	-	2,135	-	-	-	-	-	2,135	(2,135)	-
Distribution <i>in specie</i>	-	-	-	-	-	-	-	-	-	-	(38,191)	(38,191)
<b>Total changes in ownership interests</b>	-	-	-	2,135	-	-	-	-	-	2,135	(40,326)	(38,191)
<b>Total transactions with owners in their capacity as owners</b>	(596,935)	-	-	(6,181,004)	-	-	-	(10,465)	(172,982)	(6,961,386)	(73,583)	(7,034,969)
Balance at 30 June 2014	844,585	(23)	8,785	405,731	(108,558)	492,964	(251)	13,597	-	1,656,830	386,537	2,043,367

**1(d)(i) STATEMENT OF CHANGES IN EQUITY (cont'd)**
**Group**

	Share Capital	Treasury Shares	Capital Reserve	Revenue Reserve	Exchange Reserve	Fair Value Adjustment Reserve	Hedging Reserve	Share-based Payment Reserve	Dividend Reserve	Total	Non-controlling Interests	Total Equity
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>9 Months ended</b>												
<b>30 June 2013</b>												
Balance at 1 October 2012	1,499,329	(23)	264,795	5,510,947	(187,561)	326,152	(13,657)	31,151	171,404	7,602,537	663,048	8,265,585
Effects of adopting Revised FRS 19	-	-	-	(3,107)	74	-	-	-	-	(3,033)	(133)	(3,166)
Balance at 1 October 2012, restated	1,499,329	(23)	264,795	5,507,840	(187,487)	326,152	(13,657)	31,151	171,404	7,599,504	662,915	8,262,419
<b>Comprehensive income</b>												
Share of other comprehensive income of associated companies	-	-	112	622	(9,078)	134	1,298	-	-	(6,912)	-	(6,912)
Realisation of reserve on disposal of subsidiary and joint venture companies	-	-	(39,122)	39,135	124,056	-	-	(13)	-	124,056	-	124,056
Net fair value changes on derivative financial instruments	-	-	-	-	-	-	5,140	-	-	5,140	189	5,329
Realisation of hedging loss from derivative financial instruments	-	-	-	-	-	-	1,206	-	-	1,206	-	1,206
Realisation of fair value gains on disposal of available-for-sale financial assets	-	-	-	-	-	(37,021)	-	-	-	(37,021)	-	(37,021)
Net fair value changes on available-for-sale financial assets	-	-	-	-	-	263,046	-	-	-	263,046	-	263,046
Remeasurement of defined benefit obligations	-	-	-	22	-	-	-	-	-	22	17	39
Currency translation difference	-	-	-	-	(9,807)	-	-	-	-	(9,807)	(13,797)	(23,604)
Other comprehensive income for the period	-	-	(39,010)	39,779	105,171	226,159	7,644	(13)	-	339,730	(13,591)	326,139
Profit for the period	-	-	-	5,013,413	-	-	-	-	-	5,013,413	51,749	5,065,162
<b>Total comprehensive income for the period</b>	-	-	(39,010)	5,053,192	105,171	226,159	7,644	(13)	-	5,353,143	38,158	5,391,301
<b>Contributions by and distributions to owners</b>												
Employee share-based expense	-	-	-	-	-	-	-	10,704	-	10,704	899	11,603
Issue of shares in the Company upon exercise of share options and vesting of shares awarded	65,995	-	-	-	-	-	-	(19,715)	-	46,280	-	46,280
Capital repayment to non-controlling interests	-	-	-	-	-	-	-	-	-	-	(290)	(290)
Contribution of capital by non-controlling interests	-	-	-	-	-	-	-	-	-	-	4,016	4,016
Transfer of reserves	-	-	(222,432)	222,432	-	-	-	-	-	-	-	-
<b>Dividends:</b>												
Dividends to non-controlling interests	-	-	-	-	-	-	-	-	-	-	(48,104)	(48,104)
Dividends to shareholders, paid	-	-	-	(52,021)	-	-	-	-	(171,404)	(223,425)	-	(223,425)
<b>Total contributions by and distributions to owners</b>	65,995	-	(222,432)	170,411	-	-	-	(9,011)	(171,404)	(166,441)	(43,479)	(209,920)
<b>Changes in ownership interests</b>												
Change of interests in subsidiary company	-	-	-	1,179	-	-	-	-	-	1,179	(1,179)	-
Disposal of subsidiary and joint venture companies	-	-	-	-	-	-	-	-	-	-	(294,000)	(294,000)
<b>Total changes in ownership interests</b>	-	-	-	1,179	-	-	-	-	-	1,179	(295,179)	(294,000)
<b>Total transactions with owners in their capacity as owners</b>	65,995	-	(222,432)	171,590	-	-	-	(9,011)	(171,404)	(165,262)	(338,658)	(503,920)
Balance at 30 June 2013	1,565,324	(23)	3,353	10,732,622	(82,316)	552,311	(6,013)	22,127	-	12,787,385	362,415	13,149,800

**1(d)(i) STATEMENT OF CHANGES IN EQUITY (cont'd)**

	Company							Total
	Share Capital	Treasury Shares	Capital Reserve	Revenue Reserve	Fair Value Adjustment Reserve	Share- based Payment Reserve	Dividend Reserve	
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	
<b>9 months ended 30 June 2014</b>								
Balance at 1 October 2013	1,441,520	(23)	(2,814)	3,073,846	150	21,176	172,982	4,706,837
<b>Comprehensive income</b>								
Net fair value changes on available-for-sale financial assets	-	-	-	-	91	-	-	91
Other comprehensive income for the period	-	-	-	-	91	-	-	91
Profit for the period	-	-	-	45,872	-	-	-	45,872
<b>Total comprehensive income for the period</b>	-	-	-	45,872	91	-	-	45,963
<b>Contributions by and distributions to owners</b>								
Employee share-based expense	-	-	-	-	-	3,632	-	3,632
Issue of shares in the Company upon vesting of shares awarded	9,926	-	-	-	-	(9,926)	-	-
Distribution <i>in specie</i>	-	-	-	(2,911,034)	-	-	-	(2,911,034)
Transfer of reserves due to distribution <i>in specie</i> of subsidiary companies	-	-	-	-	-	(4,861)	-	(4,861)
Capital reduction	(606,861)	-	-	-	-	-	-	(606,861)
<b>Dividends</b>								
Dividends to shareholders, paid	-	-	-	(29,304)	-	-	(172,982)	(202,286)
<b>Total transactions with owners in their capacity as owners</b>	(596,935)	-	-	(2,940,338)	-	(11,155)	(172,982)	(3,721,410)
Balance at 30 June 2014	844,585	(23)	(2,814)	179,380	241	10,021	-	1,031,390
<b>9 months ended 30 June 2013</b>								
Balance at 1 October 2012	1,499,329	(23)	1,036,460	1,601,604	1,886	28,965	171,404	4,339,625
<b>Comprehensive income</b>								
Realisation of fair value gain on disposal of available-for-sale financial assets	-	-	-	-	(2,121)	-	-	(2,121)
Net fair value changes on available-for-sale financial assets	-	-	-	-	296	-	-	296
Other comprehensive income for the period	-	-	-	-	(1,825)	-	-	(1,825)
Profit for the period	-	-	-	5,245,603	-	-	-	5,245,603
<b>Total comprehensive income for the period</b>	-	-	-	5,245,603	(1,825)	-	-	5,243,778
<b>Contributions by and distributions to owners</b>								
Employee share-based expense	-	-	-	-	-	9,555	-	9,555
Issue of shares in the Company upon exercise of share options and vesting of shares awarded	65,995	-	-	-	-	(19,715)	-	46,280
Transfer of reserves	-	-	(1,039,274)	1,039,274	-	-	-	-
<b>Dividends</b>								
Dividends to shareholders, paid	-	-	-	(52,021)	-	-	(171,404)	(223,425)
<b>Total transactions with owners in their capacity as owners</b>	65,995	-	(1,039,274)	987,253	-	(10,160)	(171,404)	(167,590)
Balance at 30 June 2013	1,565,324	(23)	(2,814)	7,834,460	61	18,805	-	9,415,813

**1(d)(ii) SHARE CAPITAL**

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.

	<u>Number of Shares</u>	
	<u>3rd Quarter to 30/6/2014</u>	<u>2nd Quarter to 31/3/2014</u>
Issued and fully paid ordinary shares:		
As at beginning of period	1,444,910,386	1,444,910,386
Issued during the period - pursuant to share plans	-	-
As at end of period	<u>1,444,910,386</u>	<u>1,444,910,386</u>
	<u>As at 30/6/2014</u>	<u>As at 30/6/2013</u>
The number of shares awarded conditionally under Share Plans as at the end of the period	<u>4,184,652</u>	<u>5,434,774</u>
The number of issued shares excluding treasury shares at the end of the period	<u>1,444,906,286</u>	<u>1,441,519,436</u>

The Company held 4,100 treasury shares as at 30 June 2014 (30 June 2013: 4,100).

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

The Company's total number of issued shares excluding treasury shares is 1,444,906,286 as at 30 June 2014 and 1,441,519,436 as at 30 September 2013.

**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 by the Company during the three months ended 30 June 2014.

**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 our 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 paragraph 5 below, the Group and Company have applied the same accounting policies and methods of computation in the preparation of the financial statements for the current reporting period as compared with the audited financial statements for the year ended 30 September 2013.

**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.**

As disclosed in paragraph 4, the Group and Company have adopted the following new and revised FRS which became effective from this financial year.

Revised FRS 19	Employee Benefits
FRS 113	Fair Value Measurements
Amendments to FRS 107	Disclosures – Offsetting Financial Assets and Financial Liabilities
Improvements to FRSs 2012:	
Amendments to FRS 1	Presentation of Financial Statements
Amendments to FRS 16	Property, Plant and Equipment
Amendments to FRS 32	Financial Instruments: Presentation

Except for Revised FRS 19, the adoption of the above standards had no material effect on the financial performance or position of the Group and the Company.

With the adoption of Revised FRS 19, the comparative Profit Statement for the 9 months ended 30 June 2013 has been restated. Administration Expenses increased by \$340,000 and Attributable Profit to Shareholders and Non-controlling Interests decreased by \$186,000 and \$154,000 respectively.

Balance Sheet as at 30 September 2013 has been restated. Provision for Employee Benefits increased by \$3,007,000. Exchange Reserve increased by \$74,000 while Revenue Reserve and Non-controlling Interests decreased by \$2,775,000 and \$306,000 respectively. The effect of this restatement is not significant and consequently a restated Group Balance Sheet at the start of the previous reporting period has not been presented.



**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:**

- (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			
	3rd Quarter to 30/6/2014	3rd Quarter to 30/6/2013 (Restated)	9 Months to 30/6/2014	9 Months to 30/6/2013 (Restated)
Earnings per ordinary share:				
(a) Based on the weighted average number of ordinary shares on issue (cents)				
- before gain on disposal of discontinued operations, fair value adjustment and exceptional items	3.1	7.2	16.5	21.6
- after gain on disposal of discontinued operations, fair value adjustment and exceptional items	3.0	7.4	15.1	347.9
(b) On a fully diluted basis (cents)				
- before gain on disposal of discontinued operations, fair value adjustment and exceptional items	3.1	7.1	16.4	21.6
- after gain on disposal of discontinued operations, fair value adjustment and exceptional items	3.0	7.4	15.0	346.6
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
Attributable profit	43,949	106,493	217,493	5,013,413
Change in attributable net profit due to dilutive share options and awards	(23)	(55)	(76)	(145)
Adjusted attributable profit	43,926	106,438	217,417	5,013,268

**Continuing operations**

Earnings per ordinary share:

(a) Based on the weighted average number of ordinary shares on issue (cents)				
- before fair value adjustment and exceptional items	3.1	2.5	8.2	6.9
- after fair value adjustment and exceptional items	3.0	2.7	7.9	(1.7)
(b) On a fully diluted basis (cents)				
- before fair value adjustment and exceptional items	3.1	2.5	8.2	6.8
- after fair value adjustment and exceptional items	3.0	2.6	7.9	(1.7)
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
Attributable profit	43,949	38,288	114,338	(24,493)
Change in attributable net profit due to dilutive share options and awards	(23)	(55)	(76)	(145)
Adjusted attributable profit	43,926	38,233	114,262	(24,638)

**7. Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the:-**

- (a) current financial period reported on; and  
(b) immediately preceding financial year.**

	Group		Company	
	As at 30/6/2014	As at 30/9/2013 (Restated)	As at 30/6/2014	As at 30/9/2013
Net asset value per ordinary share based on issued share capital	\$1.15	\$5.90	\$0.71	\$3.27

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) seasonable or cyclical factors; and**
  - (b) **any material factors that affected the cash flow, working capital, assets or liabilities of the Group during the current financial period reported on.**

### **REVIEW OF PERFORMANCE**

The principal activities of the Group are:

- (i) production and sale of beverages (includes soft drinks, beer and stout) and dairy products; and
- (ii) printing and publishing.

These activities are carried out through the Company's subsidiary, joint venture and associated companies to which the Company provides management and administrative services.

On 27 August 2013, the Directors announced the proposed demerger of its property business by effecting a distribution *in specie* (the "FCL Distribution") of all the ordinary shares in the issued share capital of Frasers Centrepoint Limited ("FCL"), a wholly owned subsidiary of the Company to shareholders of the Company, on the basis of two ordinary shares in FCL for each ordinary share of the Company and the listing of the FCL shares on the main Board of the Singapore Exchange Securities Trading Limited ("SGX-ST") by way of an Introduction.

On 13 November 2013, the shareholders of the Company approved the FCL Distribution. Prior to the quarter ended 31 December 2013, the Company subscribed for 1,806,520,790 new shares in FCL for a total subscription amount of \$670 million. Subsequently, the Company announced the completion of the FCL Distribution on 8 January 2014.

In accordance with FRS 105, Non-current Assets Held for Sale and Discontinued Operations, the results of FCL Group has been presented separately on the Group Profit Statement as Discontinued Operations. Accordingly, the Group's Properties Segment has been discontinued and the remaining undisposed Property components will be presented in the Others segment.

### **Profit Statement – 3rd Quarter**

Group revenue increased 6% to \$622 million for the quarter ended 30 June 2014 compared to the corresponding period last year. Beverages recorded an increase on the back of Breweries' increased sales volume while Dairies recorded higher revenue contribution from its operations in Singapore, Malaysia and Thailand. Printing and Publishing revenue decreased 4% to \$84 million.

Group PBIT (profit before interest and tax) of \$79 million was 28% higher than the corresponding period last year, mainly due to higher contribution from Beverages and Printing and Publishing segments.

Group attributable profit on continuing operations\* and basic earnings per share on continuing operations were 25% and 24% higher at \$45 million and 3.1 cents respectively.

\* before fair value adjustment of investment properties and exceptional items

### **Beverages**

Overall Beverages revenue and PBIT was 13% and 45% higher, compared to the corresponding period last year.

Soft Drinks revenue increased by 2% as compared to the same period last year. Sales revenue in Malaysia increased 2% on the back of increased sales volume due to increased trade presence and improved distribution points. The hotter weather also resulted in higher consumer off-take. PBIT increased by 2% mainly due to lower commodity costs and lower operating expenses.

Breweries revenue and sales volume were 41% and 37% higher than last year. Sales volume grew across most brands while sales revenue increased on the back of volume increases and lower promotional discounts but offset partly by unfavourable product mix and exchange movement. Breweries' PBIT increased by 74% mainly due to higher sales volume, lower discounts extended and timing of advertising and promotion spending.

## **Dairies**

Dairies revenue was 3% higher than the corresponding period last year.

Dairies Thailand recorded revenue increase of 6% on the back of double digit growth in volume in both domestic and export markets. In the domestic market, marketing efforts on brand building with targeted consumer communication and awareness has seen consistent sales off-take. Strong performance in the export market is backed by stronger distributor performance. Dairies Malaysia recorded a 4% increase in sales revenue mainly due to an increase in sales volume, favourable sales mix and lower trade discounts offered. In addition, effective promotional and trade management efforts have significantly increased outlets penetration. Dairies Singapore recorded an increase of 7% in sales revenue due to improved sales in the domestic market, partly offset by export markets due to intense competition. Ice cream revenue decreased by 18% mainly as a result of closure of cart centers in Thailand, loss of contract packing orders and unfavourable exchange rate movement.

Dairies PBIT decreased 11% mainly due to higher commodity prices, one-off inventory write-off and unfavourable sales mix offset by the realisation of operational cost improvement initiatives.

## **Printing and Publishing**

Despite higher sales recorded by printing operations in Singapore and China, printing and publishing revenue decreased by 4% to \$84 million. This was largely due to lower local demand for textbook sales in Singapore, softer print prices, falling distribution volume of magazines and the closures of loss making businesses - library reference in USA, domestic education publishing in Malaysia and export magazine distribution in Australia. The decline was however mitigated by stronger orders for education books from USA and higher local demand for English language books.

Profit before interest and taxation was \$2 million, an improvement over the corresponding period last year, mainly due to increased contribution from associated companies, better operating performance from the printing group due to tighter control of manufacturing cost and consistent profitability from publishing operations and cost savings from discontinued businesses.

## **Tax**

The low Group effective tax rate of 13.8% (2013: 23.9%) is due to the write-back of prior year tax provision by both local and overseas subsidiaries. The higher Group effective rate of 23.9% in the same period last year was due to the under provision for tax in prior years by overseas subsidiaries.

## **Balance Sheet as at 30 June 2014**

### **The Group**

The decrease in Reserves was mainly due to the distribution *in specie* of FCL, capital reduction, dividends paid and fair value losses on the investment in Vinamilk in Vietnam. This was partly offset by profits of \$217 million retained for the period.

The decrease in the various lines of Assets and Liabilities are mainly due to the completion of the FCL Distribution.

Setting aside the FCL Distribution, the decrease in Other Investments is mainly due to the fair value losses on the investment in Vinamilk while the increase in Properties Held for Sale is due to the recognition of a revaluation gain on interest retained in a joint venture company upon the FCL Distribution. The increase in Trade Receivables is driven by the increase in sales, especially in the Beverages and Dairies segment while the decrease in Other Receivable is mainly due to recoveries of accruals as at 30 September 2013.

The decrease in Borrowings is due to repayments made upon the completion of the FCL Distribution.

**Group Cash Flow Statement for quarter ended 30 June 2014**

The cash inflows and outflows for the quarter ended 30 June 2014 are detailed in the Group Cash Flow Statement.

Net cash inflow from operating activities of \$97 million was lower than last year's \$149 million as last year had the benefit of cash contribution from FCL, which has since been demerged as explained in paragraph 8, page 18 of this report.

Net cash outflow from investing activities of \$12 million as compared to an inflow of \$117 million as last year's cashflow benefitted from the proceeds received from the redemption of units by an associated company.

Net cash outflow from financing activities of \$621 million was higher than the outflow of \$146 million last year mainly due to the cash payments made upon the capital reduction in April 2014.

**Group Profit Statement – 9 Months-to-Date**

Group revenue and PBIT increased 5% and 35% respectively over the corresponding period last year. The higher revenue and PBIT were mainly due to better performance from Beverages which recorded higher revenue and volumes, and from Dairies which recorded higher revenue as Thailand Dairies' sales and production recovered from the impact of massive flood last year. A gain on interest retained in a joint venture company also boosted PBIT. Group attributable profit on continuing operations\* and basic earnings per share on continuing operations\* were higher by 20% and 19% respectively.

\*before fair value adjustment of investment properties and exceptional items

**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.**

The global economy is expected to grow modestly in 2014 with the Singapore economy expected to grow at between 2% to 4%.

As global commodity prices are forecasted to remain volatile, it is expected to impact the key raw material costs in the Food & Beverage segment. In addition, consumer sentiments in the markets in which we operate will continue to be affected by the economic climate. Nevertheless, the Group will continue to monitor the situation closely to mitigate the effects of rising costs and to respond in a timely manner to sustain the operating performance of the Group.

Operating conditions for Printing and Publishing remain challenging but efforts to control operating costs are progressing well whilst initiatives to discontinue unprofitable businesses in past years have enabled reinvestment into growth areas.

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

No dividend has been declared for the current financial period.

12. **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.**

Particulars of interested person transactions (“IPTs”) for the period 1 April 2014 to 30 June 2014.

<u>Name of interested person</u>	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000) \$
Thai Beverage Group of Companies	128,800

13. **DIRECTORS' RESPONSIBILITY STATEMENT**

The Directors (including the Director(s), if any, who may have delegated detailed supervision of this announcement) have taken all reasonable care to ensure that the facts stated in this announcement are fair and accurate and that no material facts have been omitted from this announcement and the Directors jointly and severally accept full responsibility accordingly.

Where any information has been extracted or reproduced from published or otherwise publicly available sources, the sole responsibility of the Directors has been to ensure through reasonable enquiries that such information is accurately extracted from such sources or, as the case may be, reflected or reproduced in this announcement.

14. **CONFIRMATION BY THE BOARD OF DIRECTORS**  
**Pursuant to Rule 705(5) of the SGX Listing Manual**

We, Siripen Sitasuwan and Sithichai Chaikriangkrai, being two Directors of Fraser and Neave, 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 interim financial results to be false or misleading in any material respect.

On behalf of the Board

Siripen Sitasuwan  
Director

Sithichai Chaikriangkrai  
Director

BY ORDER OF THE BOARD  
Anthony Cheong Fook Seng  
Group Company Secretary

8 August 2014