

UNAUDITED FINANCIAL STATEMENTS AND RELATED ANNOUNCEMENT FOR THE FOURTH QUARTER ("4Q2015") AND FULL YEAR ENDED 31 DECEMBER 2015 ("FY2015")

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

1(a)(i) An income statements 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.

	Note	3 Months Ended 31 December			Full Year Ended 31 December		
		4Q2015 S\$'000	4Q2014 S\$'000	Increase (Decrease) %	2015 S\$'000	2014 S\$'000	Increase (Decrease) %
Revenue		2,631	1,348	95.2	7,994	9,675	(17.4)
Cost of sales		(2,723)	(2,362)	15.3	(7,228)	(7,553)	(4.3)
Gross profit		(92)	(1,014)	(90.9)	766	2,122	(63.9)
Other operating income	1(a)(ii)	415	450	(7.8)	1,255	872	43.9
Selling and distribution expenses		-	(66)	(100.0)	(51)	(649)	(92.1)
General and administrative expenses		(805)	(1,514)	(46.8)	(3,131)	(4,838)	(35.3)
Other operating expenses	1(a)(ii)	(114)	(1,221)	(90.7)	(217)	(1,533)	(85.8)
Finance costs		(39)	(15)	160.0	(78)	(71)	9.9
Loss before income tax	1(a)(ii)	(635)	(3,380)	(81.2)	(1,456)	(4,097)	(64.5)
Income tax credit/(expense)		48	92	(47.8)	(3)	40	n.m
Loss for the financial period / year		(587)	(3,288)	(82.1)	(1,459)	(4,057)	(64.0)
Other comprehensive income							
Currency translation differences arising from consolidation		141	-	100.0	141	-	100.0
Total comprehensive income for the financial period / year		(446)	(3,288)	(86.4)	(1,318)	(4,057)	(67.5)
(Loss)/Profit for the financial period / year attributable to:							
- Equity holders of the Company		(322)	(3,233)	(90.0)	(1,301)	(4,181)	(68.9)
- Non-controlling interests		(265)	(55)	381.8	(158)	124	n.m
		(587)	(3,288)	(82.1)	(1,459)	(4,057)	(64.0)
Total comprehensive income for the financial period / year attributable to:							
- Equity holders of the Company		(253)	(3,233)	(92.2)	(1,232)	(4,181)	(70.5)
- Non-controlling interests		(193)	(55)	250.9	(86)	124	n.m
		(446)	(3,288)	(86.4)	(1,318)	(4,057)	(67.5)

n.m = Not meaningful

1(a)(ii) Additional notes to the statement of comprehensive income for the group for the corresponding period of the immediate preceding financial year.

	3 Months Ended 31 December			Full Year Ended 31 December		
	4Q2015 S\$'000	4Q2014 S\$'000	Increase (Decrease) %	2015 S\$'000	2014 S\$'000	Increase (Decrease) %
Other operating income:						
Interest income from banks	70	104	(32.7)	212	210	1.0
Gain from disposal of property, plant and equipment	-	18	(100.0)	125	207	(39.6)
Dividend income from financial assets at fair value through profit or loss	-	-	-	-	1	(100.0)
Government grant *	(38)	11	n.m	86	146	(41.1)
Foreign exchange gain	282	315	(10.5)	686	305	124.9
Write back of allowance for doubtful debts (trade receivables)	73	-	100.0	101	-	100.0
Sundry income	28	2	n.m	45	3	n.m
	<u>415</u>	<u>450</u>		<u>1,255</u>	<u>872</u>	
Other operating expenses:						
Amortisation cost on loans received	(33)	-	100.0	(33)	-	100.0
Amortisation expenses on intangible asset	(28)	-	100.0	(28)	-	100.0
Changes in fair value of financial assets at fair value through profit or loss	45	(46)	n.m	-	(84)	(100.0)
Impairment loss on available-for sale financial assets	(45)	-	100.0	(45)	-	100.0
Allowance for doubtful debts (trade receivables)	(25)	(189)	(86.8)	(25)	(205)	(87.8)
Allowance for doubtful debts (other receivables)	(28)	(700)	(96.0)	(28)	(716)	(96.1)
Other receivables written off	-	(231)	(100.0)	-	(231)	(100.0)
Deposit paid in 2013 written off	-	(254)	(100.0)	-	(254)	(100.0)
Inventory written off in 3Q2014 reclassified to cost of sales	-	201	(100.0)	-	-	-
Property, plant and equipment written off	-	(2)	(100.0)	(58)	(43)	34.9
	<u>(114)</u>	<u>(1,221)</u>		<u>(217)</u>	<u>(1,533)</u>	
Depreciation included in:						
- cost of sales	(422)	(90)	368.9	(706)	(366)	92.9
- general and administrative expenses	(11)	(35)	(68.6)	(68)	(165)	(58.8)
Interest expenses	<u>(39)</u>	<u>(15)</u>	160.0	<u>(78)</u>	<u>(71)</u>	9.9

* The government grant relating to assets acquired was reclassified to property, plant and equipment and derived by deducting the grant in arriving the carrying value of the asset.

n.m = Not meaningful

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

		Group		Company	
	Note	As at 31 December 2015 S\$'000	As at 31 December 2014 S\$'000	As at 31 December 2015 S\$'000	As at 31 December 2014 S\$'000
ASSETS					
Non-current assets					
Property, plant and equipment		62,066	2,503	-	-
Intangible assets		1,658	-	-	-
Goodwill		2,516	-	-	-
Available-for-sale financial assets		15	-	-	-
Investment in subsidiaries		-	-	20,164	3,891
Other receivables	1(b)(ii)	20	31	-	-
Total non-current assets		66,275	2,534	20,164	3,891
Current assets					
Financial assets at fair value through profit or loss		-	60	-	-
Trade receivables		3,199	2,075	-	-
Other receivables	1(b)(ii)	1,899	10,889	10	10,159
Inventories		177	55	-	-
Due from subsidiaries		-	-	18,620	2,591
Cash & bank balances		12,385	34,332	3,452	25,922
Total current assets		17,660	47,411	22,082	38,672
Total assets		83,935	49,945	42,246	42,563
EQUITY AND LIABILITIES					
Equity attributable to owners of the Company					
Share capital		29,575	29,575	29,575	29,575
Retained earnings		15,513	16,814	11,267	11,347
Currency translation reserve		69	-	-	-
Capital reserve		182	182	-	-
		45,339	46,571	40,842	40,922
Non-controlling interests		11,501	493	-	-
Total equity		56,840	47,064	40,842	40,922
Non-current liabilities					
Other payables and accruals		10,516	-	-	-
Finance lease liabilities		482	803	-	-
Post-employment benefits obligation		4	-	-	-
Deferred income tax liabilities		3,272	65	-	-
Total non-current liabilities		14,274	868	-	-
Current liabilities					
Trade payables		2,209	452	-	-
Other payables and accruals		10,064	1,076	337	718
Due to subsidiaries		-	-	1,067	923
Finance lease liabilities		428	454	-	-
Current income tax liabilities		120	31	-	-
Total current liabilities		12,821	2,013	1,404	1,641
Total liabilities		27,095	2,881	1,404	1,641
Total equity and liabilities		83,935	49,945	42,246	42,563

1(b)(ii) Other receivables comprises:

	Note	Group		Company	
		As at 31 December 2015 S\$'000	As at 31 December 2014 S\$'000	As at 31 December 2015 S\$'000	As at 31 December 2014 S\$'000
Refundable deposit placed for proposed investment in Longmen Group Limited	a	-	5,252	-	5,252
Receivables arising from divestment of subsidiaries	b	-	4,370	-	4,370
Contingent considerations	c	1,408	-	-	-
Other receivables		168	642	4	531
Advance payment to supplier		32	507	-	-
Deposits		26	56	-	-
Prepayments		285	93	6	6
		<u>1,919</u>	<u>10,920</u>	<u>10</u>	<u>10,159</u>

- a. The amount together with interest at the rate of 5.33% has been refunded to the Company as announced on 5 January 2015.
- b. The amount has been received as announced on 16 February 2015.
- c. The vendors of PT Momentum Indonesia Investama ("PT MII") has contractually agreed to guarantee the aggregate net operating profit after tax ("NPAT") of PT MII for each financial year ended on the accounts date, excluding exceptional items and non-controlling interests, as reflected in PT MII's audited profit and loss accounts in respect of that financial year shall be at least US\$12,244,898 over 24 months commencing on the Completion Date. Should NPAT of PT MII for the financial year ending 31 December 2016 fall between US\$3,000,000.01 and US\$6,000,000.00, PSL shall renounce its dividend entitlement to the Vendors in accordance with their shareholdings

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

	Group			
	As at 31 December 2015 Secured S\$'000	As at 31 December 2015 Unsecured S\$'000	As at 31 December 2014 Secured S\$'000	As at 31 December 2014 Unsecured S\$'000
Amount repayable in one year or less, or on demand	428	-	454	-
Amount repayable after one year	482	-	803	-

Details of any collateral

PSL Holdings Limited and its subsidiary have granted corporate guarantees in relation to the finance lease liabilities for motor vehicles and revolving loan facility granted to a subsidiary.

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 3 Months Ended 31 December 4Q2015 S\$'000		Group Full Year Ended 31 December 2015 S\$'000	
	4Q2015 S\$'000	4Q2014 S\$'000	2015 S\$'000	2014 S\$'000
Cash flows from operating activities				
Loss before tax	(635)	(3,380)	(1,456)	(4,097)
Adjustments for:				
Allowance for impairment on trade receivables	25	189	25	205
Allowance for impairment on other receivables	28	700	28	716
Depreciation of property, plant and equipment	433	125	774	531
Other receivables written off	-	231	-	231
Impairment loss on available-for-sale financial assets	45	-	45	-
Deposit paid in 2013 written off	-	254	-	254
(Increase)/decrease in fair value of financial assets at fair value through profit or loss	(45)	46	-	84
Property, plant and equipment written off	-	2	58	43
Gain from disposal of property, plant and equipment	-	(18)	(125)	(207)
Dividend income from financial assets at fair value through profit or loss	-	-	-	(1)
Amortisation expenses on intangible asset	28	-	28	-
Unrealised currency translation losses	171	-	171	-
Write back of allowance for impairment of trade receivables	(73)	-	(101)	-
Interest income	(70)	(104)	(212)	(210)
Interest expense	39	15	78	71
Operating cash flows before changes in working capital	(54)	(1,940)	(687)	(2,380)
Decrease in trade receivables and other receivables	689	1,112	1,500	1,952
Decrease in inventories	38	839	93	1,040
Decrease in trade payables, other payables and accruals	(3,564)	(73)	(3,528)	(1,548)
Cash used in operations	(2,891)	(62)	(2,622)	(936)
Interest paid	(39)	(15)	(78)	(71)
Interest received	70	104	212	210
Income tax refund	-	-	18	21
Income tax paid	(17)	-	(65)	(143)
Net cash (used in)/generated from operating activities	(2,877)	27	(2,535)	(919)
Cash flows from investing activities				
Decrease in short-term deposits pledged	80	(2)	479	33
Refund of deposits from proposed investments	-	1,313	5,252	1,313
Proceeds from disposal of subsidiaries	-	-	4,370	-
Proceeds from disposal of property, plant and equipment	-	32	181	362
Acquisition of a subsidiary, net of cash acquired and deposit placed	(4,190)	-	(12,439)	(6,263)
Government grant received related to assets	53	-	53	-
Purchase of property, plant and equipment	-	(114)	(67)	(316)
Dividend received from financial assets at fair value through profit or loss	-	-	-	1
Net cash (used in)/generated from investing activities	(4,057)	1,229	(2,171)	(4,870)
Cash flows from financing activities				
Proceeds from borrowings	-	-	480	-
Repayment of finance lease liabilities	(108)	(147)	(476)	(700)
Repayment of borrowings	(16,453)	-	(16,753)	-
Dividends paid to shareholders of the Company	-	-	-	(1,934)
Dividends paid to non-controlling interests of a subsidiary	(25)	(25)	(75)	(62)
Net cash used in financing activities	(16,586)	(172)	(16,824)	(2,696)
Net (decrease)/increase in cash and cash equivalents	(23,520)	1,084	(21,530)	(8,485)
Cash and cash equivalents at beginning of financial period / year	34,675	31,601	32,685	41,170
Cash and cash equivalents at end of financial period / year	11,155	32,685	11,115	32,685
Cash and cash equivalents				
Short term deposits	2,168	6,843	2,168	6,843
Cash and bank balances	10,217	27,489	10,217	27,489
Total cash and bank balances	12,385	34,332	12,385	34,332
Less: Short term deposits pledged	(1,168)	(1,647)	(1,168)	(1,647)
Less: Effect of currency translation on cash and cash equivalents	(62)	-	(62)	-
Cash and cash equivalents at end of financial period / year	11,155	32,685	11,155	32,685

During the financial year, the Group acquired property, plant and equipment with an aggregate cost of S\$196,000 (2014: S\$500,000) of which S\$129,000 (2014: S\$299,000) was acquired under finance leases. A cash payment of S\$67,000 (2014: S\$201,000) was made to purchase property, plant and equipment.

Short-term deposits are pledged in relation to the banking facilities granted to the subsidiaries.

1(d)(i) A statement (for the issuer and) 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.

	Share capital	Retained earnings	Translation reserve	Capital reserve	Total	Non-controlling Interests	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
FULL YEAR ENDED 31 DECEMBER							
GROUP							
Balance as at 1 January 2015	29,575	16,814	-	182	46,571	493	47,064
Net loss for the year	-	(1,301)	-	-	(1,301)	(158)	(1,459)
Other comprehensive income for the year	-	-	69	-	69	72	141
Dividends paid	-	-	-	-	-	(75)	(75)
Acquisition of a subsidiary	-	-	-	-	-	11,169	11,169
Balance as at 31 December 2015	29,575	15,513	69	182	45,339	11,501	56,840
Balance as at 1 January 2014	29,575	22,929	-	182	52,686	431	53,117
Net (loss)/profit for the year	-	(4,181)	-	-	(4,181)	124	(4,057)
Dividends paid	-	(1,934)	-	-	(1,934)	(62)	(1,996)
Balance as at 31 December 2014	29,575	16,814	-	182	46,571	493	47,064
COMPANY							
Balance as at 1 January 2015	29,575	11,347	-	-	40,922	-	40,922
Net loss for the year	-	(80)	-	-	(80)	-	(80)
Balance as at 31 December 2015	29,575	11,267	-	-	40,842	-	40,842
Balance as at 1 January 2014	29,575	15,436	-	-	45,011	-	45,011
Net loss for the year	-	(2,155)	-	-	(2,155)	-	(2,155)
Dividends paid	-	(1,934)	-	-	(1,934)	-	(1,934)
Balance as at 31 December 2014	29,575	11,347	-	-	40,922	-	40,922
3 MONTHS ENDED 31 DECEMBER							
GROUP							
Balance as at 1 October 2015	29,575	15,835	-	182	45,592	550	46,142
Net loss for the period	-	(322)	-	-	(322)	(265)	(587)
Other comprehensive income for the year	-	-	69	-	69	72	141
Dividends paid	-	-	-	-	-	(25)	(25)
Acquisition of a subsidiary	-	-	-	-	-	11,169	11,169
Balance as at 31 December 2015	29,575	15,513	69	182	45,339	11,501	56,840
Balance as at 1 October 2014	29,575	20,047	-	182	49,804	573	50,377
Net loss for the period	-	(3,233)	-	-	(3,233)	(55)	(3,288)
Dividends paid	-	-	-	-	-	(25)	(25)
Balance as at 31 December 2014	29,575	16,814	-	182	46,571	493	47,064
COMPANY							
Balance as at 1 October 2015	29,575	11,221	-	-	40,796	-	40,796
Net profit for the period	-	46	-	-	46	-	46
Balance as at 31 December 2015	29,575	11,267	-	-	40,842	-	40,842
Balance as at 1 October 2014	29,575	12,647	-	-	42,222	-	42,222
Net loss for the period	-	(1,300)	-	-	(1,300)	-	(1,300)
Balance as at 31 December 2014	29,575	11,347	-	-	40,922	-	40,922

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 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.

On 28 March 2012, the Company undertook a renounceable and non-underwritten rights issue of up to 77,343,707 new ordinary shares in the capital of the Company at an issue price of S\$0.10 for each rights share with up to 77,343,707 free detachable warrants. Each warrant carrying the right to subscribe for 1 new ordinary share in the capital of the Company at an exercise price of S\$0.34 for each new share, on the basis of 1 rights share with 1 warrant for every 4 existing ordinary shares held in the capital of the Company. The rights shares were listed for quotation on the Official List of SGX-ST and commenced trading on 24 April 2012. The warrants were listed for quotation on the Official List of SGX-ST and commenced trading on 25 April 2012. These warrants will expire on 24 April 2017.

On 27 November 2015, the Company had completed share consolidation and warrants adjustment, every ten (10) Shares and ten (10) Warrants in the Company have been consolidated to constitute one (1) Consolidated Share and one (1) Adjusted Warrant respectively. After disregarding any fractions of Consolidated Shares and Adjusted Warrants arising from the share consolidation and warrants adjustment, there are 38,671,830 consolidated shares and 7,733,986 adjusted warrants in the Company.

The movement in the number of warrants are as follows:

Number of warrants	As at 31 December 2015	As at 31 December 2014
Beginning of financial year	77,341,207	77,341,207
Share consolidation exercise	(69,607,221)	-
Beginning and end of financial period/year	<u>7,733,986</u>	<u>77,341,207</u>

In FY2012, 2,500 warrants (pre-adjusted) was exercised and converted into ordinary shares in the capital of the Company. There were no warrants (2014: Nil) being exercised and converted into ordinary shares in the capital of the Company during the full year ended 31 December 2015.

Accordingly, no shares have been issued during the full year ended 31 December 2015 (2014: Nil) from the exercise of warrants.

1(d)(iii) To show the total number of issues shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding financial year.

On 27 November 2015, a share consolidation exercise was completed such that every ten (10) ordinary shares were consolidated into one (1) share. After disregarding any fractions of consolidated shares arising from the share consolidation, the issued share capital of the Company comprises 38,671,830 consolidated shares.

Number of shares	As at 31 December 2015	As at 31 December 2014
Beginning of financial year	386,721,035	386,721,035
Share consolidation exercise	(348,049,205)	-
End of financial period/year	<u>38,671,830</u>	<u>386,721,035</u>

As at both 31 December 2014 and 31 December 2015, there were no treasury shares outstanding.

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

Not applicable.

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

The figures have not been audited or reviewed.

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 Group has applied the same accounting policies and methods of computation in the preparation of the financial statements for the current financial period as those used in the most recent audited financial statements.

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 considered all the new and revised relevant Singapore Financial Reporting Standards (FRS) and Interpretation to FRS ("INT FRS") which were issued by the Accounting Standards Council.

The adoption of the all new and revised relevant FRSs and INT FRS had no material impact on the Group.

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

	Group 3 Months Ended 31 December 2015 S\$'000			Group Full Year Ended 31 December 2015 S\$'000		
	2015 S\$'000	2014 S\$'000 (restated)	2014 S\$'000	2015 S\$'000	2014 S\$'000 (restated)	2014 S\$'000
Profit/(Loss) per share						
(i) Based on weighted average number of ordinary shares on issue (cents)	(0.83)	[†] (8.36)	(0.84)	(3.36)	[†] (10.81)	(1.08)
(ii) On a fully diluted basis (cents) *	(0.83)	[†] (8.36)	(0.84)	(3.36)	[†] (10.81)	(1.08)
Number of ordinary shares	38,671,830	[†] 38,671,830	386,721,035	38,671,830	[†] 38,671,830	386,721,035

*No potential diluted ordinary shares as the warrants is anti-dilutive.

7. Net asset value (for the issuer and group) per ordinary share based on total number of issued shares excluding treasury shares of the issuer at the end of the:

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

	As at 31 December 2015	As at 31 December 2014 (restated)	As at 31 December 2014
GROUP			
Net asset value per ordinary shares - dollars	1.17	[†] 1.20	0.12
COMPANY			
Net asset value per ordinary shares - dollars	1.06	[†] 1.06	0.11
Number of issued shares as at end of the year/period	38,671,830	[†] 38,671,830	386,721,035

[†] On 27 November 2015, a share consolidation exercise was completed such that every ten (10) ordinary shares were consolidated into one (1) share. The basic and diluted earnings per share and net asset value per share of all periods presented shall be adjusted for the effects from share consolidation accounted for retrospectively. Upon the completion of share consolidation and disregard any fraction of consolidated shares, the issued number of shares of 386,721,035 were consolidated into 38,671,830 consolidated shares.

The number of ordinary shares, earning per share and net assets value for financial year ended 31 December 2014 are restated for the effect of the share consolidation.

8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:**
- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**
 - (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

Completion of Acquisition of PT Momentum Indonesia Investama ("PT MII")

As announced on 30 November 2015, the Group had acquired approximately 49% of the issued share capital and had since established control over the board of PT MII. Accordingly, the assets and liabilities of PT MII were consolidated in the Group's statement of financial position as at 31 December 2015. As a result, the Group recorded increase in assets and liabilities of the Group as at 31 December 2015, as compared to 31 December 2014. The financial performance of PT MII were consolidated in the Group's income statement for the period of one month ended 31 December 2015.

Financial Performance – 4Q2015 vs 4Q2014

Revenue increased by S\$1.3 million or 95.2% from S\$1.3 million in 4Q2014 to S\$2.6 million in 4Q2015 mainly due to acquisition of Marine Logistics business in November 2015.

Gross loss of S\$92,000 recorded in 4Q2015 was due mainly to low margins recorded.

Other operating income decreased by S\$35,000 or 7.8% from S\$450,000 in 4Q2014 to S\$415,000 in 4Q2015 mainly due to decrease in interest income generated and reclassification of government grant related to asset to property, plant and equipment. This was partially offset by write back of allowance for doubtful debts for trade receivables in 4Q2015.

The Group did not record any selling and distribution expenses in 4Q2015 due to scaling down of its Trading & Engineering business.

General and administrative expenses decreased by S\$709,000 or 46.8% from S\$1.5 million in 4Q2014 to S\$805,000 in 4Q2015 mainly due to decrease in manpower related costs as a result of decrease in headcount of Singapore operations.

Other operating expenses decreased by S\$1.1 million or 90.7% from S\$1.2 million in 4Q2014 to S\$114,000 in 4Q2015 mainly due to one-off allowance for doubtful debts provided for trade and other receivables as well as the write off of deposit paid in 2013 in 4Q2014.

Finance costs increased by S\$24,000 or 160.0% from S\$15,000 in 4Q2014 to S\$39,000 in 4Q2015 mainly due to increase in finance leases and borrowings.

The Group recorded a loss of S\$587,000 after tax credit of S\$48,000 in 4Q2015 compared to loss of S\$3.3 million after tax credit of S\$92,000 in 4Q2014.

Financial Performance – Full Year 2015 ("FY2015") vs Full Year 2014 ("FY2014")

Revenue decreased by S\$1.7 million or 17.4% from S\$9.7 million in FY2014 to S\$8.0 million in FY2015 mainly due to lower revenue from its Trading & Engineering business, resulting from scaling down of its business operations, which was partially offset by revenue contributed from the Marine Logistic business.

Decrease in gross profit was in line with the decrease in revenue. Gross profit margin decreased from 21.9% in FY2014 to 9.6% in FY2015 due mainly to scaling down of Trading & Engineering business and lower margin generated from Construction Logistics business as a result from stiff competition.

Other operating income increased by S\$383,000 or 43.9% from S\$872,000 in FY2014 to S\$1.3 million in FY2015 mainly due to (i) foreign exchange gain resulting from appreciation of USD against SGD; (ii) write back of allowance for doubtful debts for trade receivables; and (iii) interest income generated. This was partially offset by decrease in gain from disposal of property, plant and equipment and government grant received.

Selling and distribution expenses decreased by S\$598,000 or 92.1% from S\$649,000 in FY2014 to S\$51,000 in FY2015 mainly due to decrease in manpower cost as result of scaling down of its Trading & Engineering business.

General and administrative expenses decreased by S\$1.7 million or 35.3% from S\$4.8 million in FY2014 to S\$3.1 million in FY2015 mainly due to decrease in manpower related cost as a result of decrease in headcount of Singapore operations. On the other hand, decrease in professional fees incurred of S\$264,000 from S\$765,000 in FY2014 to S\$501,000 in FY2015.

Other operating expenses decreased by S\$1.3 million or 85.8% from S\$1.5 million in FY2014 to S\$217,000 in FY2015 mainly due to one-off allowance for doubtful debts provided for trade and other receivables as well as the write off of deposit paid in 2013 in FY2014.

Finance costs increased by S\$7,000 or 9.9% from S\$71,000 in FY2014 to S\$78,000 in FY2015 mainly due to increase in finance leases and borrowings.

Income tax expenses of S\$3,000 was recorded for subsidiaries which were in a taxable profit position which is offset against the reversal of deferred tax liabilities during the financial year.

The Group recorded a loss after tax of S\$1.5 million in FY2015 compared to a loss after tax of S\$4.1 million in FY2014.

Cash flow – 4Q2015 vs 4Q2014

The Group's cash and cash equivalents was S\$11.2 million as at 31 December 2015. Net cash used in operating activities was S\$2.9 million in 4Q2015 compared to net cash generated from operating activities of S\$27,000 in 4Q2014. The net cash used in operating activities in 4Q2015 and net cash generated from operating activities in 4Q2014 were mainly due to net cash used in and generated from working capital respectively.

Net cash used in investing activities was S\$4.1 million in 4Q2015 compared to net cash generated from investing activities of S\$1.2 million in 4Q2014. This was mainly due to the payment of S\$4.2 million for the balance of the consideration in relation to the acquisition of Marine Logistic business in 4Q2015, partially offset by decrease in short-term deposits pledged.

Net cash used in financing activities was S\$16.6 million in 4Q2015 compared to S\$172,000 in 4Q2014. This was mainly due to settlement of bank borrowings of PT MII upon completion of acquisition in 4Q2015.

Cash flow – FY2015 vs FY2014

The Group's cash and cash equivalents stood at S\$11.2 million as at 31 December 2015. Net cash used in operating activities was S\$2.5 million in FY2015 compared to S\$0.9 million in FY2014. The net cash used in operating activities in FY2015 and FY2014 were mainly due to net cash used in working capital.

Net cash used in investing activities was S\$2.2 million in FY2015 compared to S\$4.9 million in FY2014. Net cash used in investing activities of S\$2.2 million was due mainly to the payment of S\$12.4 million pertaining to the acquisition of Marine Logistic business in FY2015 and was partially offset by decrease in short-term deposits pledged, refund of the remaining deposit of S\$5.3 million from the investment in Longmen Group Limited and proceeds from disposal of subsidiaries of S\$4.4 million.

Net cash used in financing activities was S\$16.8 million in FY2015 compared to S\$2.7 million in FY2014. This was mainly due to settlement of bank borrowings of PT MII upon completion of acquisition in FY2015.

Financial Position

Non-current assets increased by S\$63.7 million from S\$2.5 million as at 31 December 2014 to S\$66.3 million as at 31 December 2015 mainly due to the acquisition of Marine Logistic business.

Current assets decreased by S\$29.8 million or 62.8% from S\$47.4 million as at 31 December 2014 to S\$17.7 million as at 31 December 2015, mainly due to reduction in cash and cash equivalents as highlighted in the cash flow statement above.

Non-current liabilities increased by S\$13.4 million from S\$0.9 million as at 31 December 2014 to S\$14.3 million as at 31 December 2015, mainly due to the loan granted by the Vendors, Angelo Fernandus and Sudirman Kurniawan, to PT MII. In addition, deferred tax liabilities recorded as a result of revaluation of fair value of property, plant and equipment had also contributed to the increase. This was partially offset by decrease in finance lease liabilities as a result of repayments made.

Current liabilities increased by S\$10.8 million from S\$2.0 million as at 31 December 2014 to S\$12.8 million as at 31 December 2015, mainly due to the acquisition of the Marine Logistic business.

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

There was no forecast, or any prospect statement previously disclosed to shareholders. This is in line with the Company's commentary set out in paragraph 10 of its previous results announcement.

10. A commentary at the date of the announcement of the 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.

Pursuant to the Group's successful acquisition of approximately 49% of the issued share capital of PT Momentum Indonesia Investama as announced on 30 November 2015, the assets and liabilities of the target company were consolidated in the Group's statement of financial position as at 31 December 2015. The Company believes that the Profit Guarantee of approximately US\$6.0 million (49% of US\$12,244,898) over 24 months in relation to the acquisition will be beneficial to the Company's bottom line.

Taking into consideration the global slowdown in economic growth as well as the recent decline in oil prices, the Group will continue in its efforts to seek new opportunities in the Construction, Marine or Oil & Gas industries in its attempt to grow its operations on a cautious basis.

11. Dividend**(a) Current Financial Period Reported On**

Any dividend declared for the current financial period reported on?

No.

(b) Corresponding Period of the Immediately Preceding Financial Year

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

No.

(c) Date payable

NA.

(d) Books closure date

NA.

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

No dividend has been declared/recommended.

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

The Group has not obtained a general mandate from shareholders for interested person transactions.

14. Use of proceeds from rights and warrants issue

Save as disclosed below (as set out in our earlier announcements dated 18 July 2012 and 30 November 2015), the proceeds from the rights and warrants issue have been fully utilised.

	Amount	
Net proceeds	S\$7.5 million	
Amount utilised	S\$2.2 million	Out of the S\$2.2 million used for working capital purposes, S\$2.06 million was used to repay creditors and S\$0.14 million was for staff related costs.
	S\$5.3 million	As disclosed in Section 2.5 of the Company's circular dated 3 November 2015, S\$5.3 million was utilised as part of the consideration paid to the vendors for the acquisition of PT MII.
Balance	Nil	-

15. Confirmation that the issuer has procured undertakings from all its directors and executive officers under Rule 720(1).

Pursuant to Rule 720(1) of the Listing Manual, the Company has procured undertakings from all its directors and executive officers.

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

Business segments:

31 December 2015	Trading & Engineering S\$'000	Construction Logistics S\$'000	Marine Logistics S\$'000	Elimination S\$'000	Group S\$'000
Revenue					
External sales	77	6,392	1,525	-	7,994
Inter-segment sales	-	-	-	-	-
	77	6,392	1,525	-	7,994
Segment result	(1,029)	321	(443)	-	(1,151)
Unallocated expenses, net*					(439)
Interest Income					212
Finance costs					(78)
Loss before income tax					(1,456)
Income tax expense					(3)
Loss for the year					(1,459)

* Included in unallocated expenses, net – Professional fees of approximately S\$501,000 incurred in relation to the acquisition of PT Momentum Indonesia Investama.

31 December 2014	Trading & Engineering S\$'000	Construction Logistics S\$'000	Marine Logistics S\$'000	Elimination S\$'000	Group S\$'000
Revenue					
External sales	3,469	6,206	-	-	9,675
Inter-segment sales	1	-	-	(1)	-
	3,470	6,206	-	(1)	9,675
Segment result	(1,752)	547	-	-	(1,205)
Unallocated expenses, net*					(2,947)
Loss arising from financial assets at fair value through profit or loss					(84)
Interest Income					210
Finance costs					(71)
Loss before income tax					(4,097)
Income tax credit					40
Loss for the year					(4,057)

* Included in unallocated expenses, net - a) write off of S\$231,000 arising from settlement of balance of consideration of the divestment of subsidiaries pursuant to the Sale & Purchase Agreement dated 30 August 2013; b) allowance for impairment of other receivables of S\$700,000 on outstanding debts due to divested subsidiaries assigned to the Company; c) professional fee incurred on proposed investment in Longmen Group Limited of S\$685,000; and d) Write off of deposit of S\$254,000 paid in 2013 for proposed investment in PT Wahyu Eka Perkasa for mining project.

17. **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 (cont'd)**

31 December 2015	Trading & Engineering	Construction Logistics	Marine Logistics	Elimination	Group
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Segment assets	334	3,647	51,468	(195)	55,254
<u>Unallocated assets</u>					
- Goodwill					2,516
- Intangible assets					1,658
- Available-for-sale financial assets					15
- Revaluation reserve on property, plant and equipment, net of depreciation charged and currency translation					11,098
- Short-term deposits and bank balance					11,976
- Indemnification asset					1,408
- Other receivables					10
Total assets					83,935
Segment liabilities	237	2,159	36,015	(15,430)	22,981
<u>Unallocated liabilities</u>					
-Current income tax liabilities					120
-Deferred income tax liabilities					3,272
-Other payables and accruals					722
Total liabilities					27,095
<u>Other segment information:</u>					
Capital expenditure	31	110	2	-	143
Depreciation	62	375	233	104	774

31 December 2014	Trading & Engineering	Construction Logistics	Marine Logistics	Elimination	Group
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Segment assets	833	4,595	-	(34)	5,394
<u>Unallocated assets</u>					
-Short-term deposits and bank balance					34,332
-Financial assets at fair value through profit and loss					60
-Other receivables					10,159
Total assets					49,945
Segment liabilities	221	2,635	-	(790)	2,066
<u>Unallocated liabilities</u>					
-Current income tax liabilities					31
-Deferred income tax liabilities					65
-Other payables and accruals					719
Total liabilities					2,881
<u>Other segment information:</u>					
Capital expenditure	107	508	-	-	615
Depreciation	92	368	-	71	531

17. **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 (cont'd)**

Geographical segments:

Revenue	Group For the year ended	
	2015 S\$'000	2014 S\$'000
Singapore	6,469	9,675
Indonesia	1,525	-
	<u>7,994</u>	<u>9,675</u>

Revenue is based on the location of the companies that generate those sales.

Non-Current Assets	Group For the year ended	
	2015 S\$'000	2014 S\$'000
Singapore	2,107	2,534
Indonesia	64,168	-
	<u>66,275</u>	<u>2,534</u>

Non-current assets comprising fixed assets and intangible assets are based on the location of the companies that own those assets.

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

Please refer to paragraph 8 of this announcement for more details.

19. **A breakdown of sales**

	Group For the year ended		Increase/ (Decrease) %
	2015 S\$'000	2014 S\$'000	
Sales reported for first half year	3,465	5,980	(42.06)
Operating loss after tax before deducting non-controlling interests reported for first half year	(583)	(251)	132.2
Sales reported for second half year	4,529	3,695	22.6
Operating loss after tax before deducting non-controlling interests reported for second half year	(876)	(3,806)	(77.0)

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

	Group For the year ended	
	2015 S\$'000	2014 S\$'000
Ordinary	-	-
Preference	-	-
	<u>-</u>	<u>-</u>

21. 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). If there are no such persons, the issuer must make an appropriate negative statement

Pursuant to Rule 704(13) of the Listing Manual, there is no person occupying a managerial position in the Company or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the Company.

BY ORDER OF THE BOARD

Mark Zhou You Chuan
Chief Executive Officer

26 February 2016