PACIFIC ANDES RESOURCES DEVELOPMENT LIMITED

First Quarter Financial Statement for the Period Ended 28 December 2014

PART I – INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR 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.

The reporting currency of the Group is in Hong Kong dollars (HK$). A Singapore Dollar equivalent of the financial statements in respect of items 1a, 1b, 6 & 7 for the Group is provided under item 15 Supplementary Notes as additional information for investors in Singapore.

Income Statement for the first quarter ended 28 December 2014

	Group		
	First quarter ended		
	29.09.2014 to 28.12.2014	29.09.2013 to 28.12.2013	Increase/ (decrease)
	HK$'000	HK$'000	%
	(unaudited)	(unaudited)	
Revenue	1,811,776	2,426,230	(25.3)
Cost of sales	(1,502,715)	(2,028,326)	(25.9)
Gross profit	309,061	397,904	(22.3)
Other operating income	101,628	85,164	19.3
Selling and distribution expenses	(37,263)	(47,304)	(21.2)
Administrative expenses	(62,687)	(66,947)	(6.4)
Other operating expenses	(13,304)	(47,742)	(72.1)
Finance costs	(221,140)	(202,331)	9.3
	76,295	118,744	(35.7)
Share of results of associates	159	(120)	(232.5)
Profit before income tax	76,454	118,624	(35.5)
Income tax benefit	51,698	26,528	94.9
Profit for the period	128,152	145,152	(11.7)
Profit attributable to:			
Owners of the Company	80,482	103,755	(22.4)
Non-controlling interests	47,670	41,397	15.2
	128,152	145,152	(11.7)

Consolidated Statement of Comprehensive Income

	Group		
	First quarter ended		
	29.09.2014 to 28.12.2014	29.09.2013 to 28.12.2013	Increase/ (decrease)
	HK$'000	HK$'000	%
	(unaudited)	(unaudited)	
Profit for the period	128,152	145,152	(11.7)
Other comprehensive income:			
Exchange difference on translation of the Group's overseas operations	-	(9,688)	(100.0)
Fair value change of available-for-sale investments	-	(3,282)	(100.0)
Total comprehensive income for the period	128,152	132,182	(3.0)
Total comprehensive income attributable to:			
Owners of the Company	80,482	90,611	(11.2)
Non-controlling interests	47,670	41,571	14.7
	128,152	132,182	(3.0)

	Group		
	First quarter ended		
	29.09.2014 to 28.12.2014	29.09.2013 to 28.12.2013	Increase/ (decrease)
	HK$'000	HK$'000	%
	(unaudited)	(unaudited)	
Other operating income including interest income	101,628	85,164	19.3
Interest on borrowings	(221,140)	(202,331)	9.3
Amortisation of prepayment to suppliers	-	(59,410)	(100.0)
Depreciation	(157,123)	(180,062)	(12.7)
Impairment loss on property, plant and equipment	-	(31,091)	(100.0)
(Loss) gain on disposal of property, plant and equipment	(1,716)	5,546	N/A
Fair value changes of derivative financial instrument	(6,222)	15,120	(141.2)
Foreign exchange gains, net	50,503	39,039	29.4

Note:
A substantial portion of the profit of the Company and its subsidiaries ("Group") neither arises in, nor is derived from any tax jurisdictions and consequently is not subject to tax.

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.

	Group		Company	
	28.12.2014	28.09.2014	28.12.2014	28.09.2014
	HK$'000	HK$'000	HK$'000	HK$'000
NON-CURRENT ASSETS				
Property, plant and equipment	4,905,646	5,045,917	-	-
Investment properties	40,381	40,381	-	-
Goodwill	2,952,461	2,952,461	-	-
Receivables from/prepayment to suppliers	90,831	167,896	-	-
Available-for-sale investments	11,372	14,037	-	-
Interests in subsidiaries	-	-	7,576,634	7,569,842
Interests in associates	38,115	37,956	-	-
Other intangible assets	9,539,557	9,539,557	-	-
	17,578,363	17,798,205	7,576,634	7,569,842
CURRENT ASSETS				
Inventories	1,032,785	1,329,334	-	-
Trade and bills receivables	1,456,999	1,721,587	-	-
Other receivables and prepayments	8,369,729	9,452,739	38	1,770
Current portion of receivables from/prepayment to suppliers	780,000	850,200	-	-
Advances to suppliers	315,900	315,900	-	-
Held-for-trading investments	-	166,807	-	-
Derivative financial instruments	3,479	9,701	-	1,922
Prepaid income tax	56,449	56,444	-	-
Cash and cash equivalents	1,410,601	1,025,612	1,111	682
	13,425,942	14,928,324	1,149	4,374
CURRENT LIABILITIES				
Trade and other payables	313,344	413,425	49,211	23,924
Income tax payable	37,229	78,591	-	-
Amounts due to Pacific Andes International Holdings Limited and its subsidiaries	2,597	2,725	-	-
Current portion of interest-bearing bank borrowings	4,919,336	6,347,618	-	-
	5,272,506	6,842,359	49,211	23,924
NET CURRENT ASSETS (LIABILITIES)	8,153,436	8,085,965	(48,062)	(19,550)
NON-CURRENT LIABILITIES				
Interest-bearing bank borrowings	2,765,451	2,935,685	-	-
Bonds	1,149,360	1,197,169	1,149,360	1,197,169
Long term payables	162,271	193,984	-	-
Senior notes	4,101,635	4,097,426	-	-
Deferred tax liabilities	2,363,283	2,398,259	-	-
	10,542,000	10,822,523	1,149,360	1,197,169
NET ASSETS	15,189,799	15,061,647	6,379,212	6,353,123
CAPITAL AND RESERVES				
Share capital	1,325,005	1,325,005	1,325,005	1,325,005
Reserves	10,009,555	9,929,073	5,054,207	5,028,118
Attributable to owners of the Company	11,334,560	11,254,078	6,379,212	6,353,123
Non-controlling interests	3,855,239	3,807,569	-	-
TOTAL EQUITY	15,189,799	15,061,647	6,379,212	6,353,123

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

Amount repayable in one year or less, or on demand

As at 28.12.2014		As at 28.09.2014	
Secured	Unsecured	Secured	Unsecured
HK$'000	HK$'000	HK$'000	HK$'000
193,913	4,725,423	526,295	5,821,323

Amount repayable after one year

As at 28.12.2014		As at 28.09.2014	
Secured	Unsecured	Secured	Unsecured
HK$'000	HK$'000	HK$'000	HK$'000
-	8,016,446	-	8,230,280

Details of any collateral

The inventory loans of Peruvian subsidiaries of CFGL are pledged by its fishmeal inventories in Peru with net carrying value of approximately HK$120.9 million (28.09.2014: HK$386.0 million).

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.

	29.09.2014 to 28.12.2014 HK$'000	29.09.2013 to 28.12.2013 HK$'000
Operating activities		
Profit before income tax	76,454	118,624
Adjustments for:		
Share of results of associates	(159)	120
Interest expense	221,140	202,331
Interest income	(142)	(10)
Provision for claims	-	17,074
Amortisation of prepayment to suppliers	-	59,410
Depreciation	157,213	180,062
Impairment loss on property, plant and equipment	-	31,091
Loss (gain) on disposal of property, plant and equipment	1,716	(5,546)
Fair value changes of available-for-sale investments	2,164	1,917
Fair value changes of held-for-trading investments	3,706	-
Gain on bargain purchase on acquisition of additional interest in subsidiaries	-	(3,058)
Fair value changes of derivative financial instruments	6,222	(15,120)
Operating cash flows before movements in working capital	468,314	586,895
Inventories	296,549	(739,661)
Trade and bills receivables, other receivables and prepayments	1,347,598	730,191
Trade and other payables	(353,009)	(20,735)
Cash generated from operations	1,759,452	556,690
Interest paid	(43,525)	(104,487)
Income tax paid	(24,645)	(3,125)
Net cash from operating activities	1,691,282	449,078
Investing activities		
Interest received	142	10
Proceeds on disposal of available-for-sale investments	501	-
Proceeds on disposal of held-for-trading investments	163,101	-
Proceeds on disposal of property, plant and equipment	2,441	23,673
Repayments from prepayment to suppliers	147,265	-
Purchase of property, plant and equipment	(21,099)	(61,096)
Net cash from (used in) investing activities	292,351	(37,413)
Financing activities		
Acquisition of additional interest in subsidiaries	-	(41,792)
Net cash repaid to Pacific Andes International Holdings Limited and its subsidiaries	(128)	(1,191)
Bank advances drawn on bills repaid	-	(7,060)
Finance leases repaid	-	(7,773)
Net bank borrowings repaid	(1,598,103)	(358,634)
Decrease in pledged deposits	-	1
Net cash used in financing activities	(1,598,231)	(416,449)
Net increase (decrease) in cash and cash equivalents	385,402	(4,784)
Cash and cash equivalents at beginning of the period	1,017,939	607,994
Cash and cash equivalents at end of the period	1,403,341	603,210
Bank balances and cash	1,410,601	611,118
Bank overdrafts	(7,260)	(7,908)
	1,403,341	603,210

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

	Attributable to owners of the Company								
	Share capital HK$'000	Share premium HK$'000	Capital reserve HK$'000	Investment revaluation reserve HK$'000	Properties revaluation reserve HK$'000	Currency exchange translation reserve HK$'000	Retained earnings HK$'000	Non-controlling interests HK$'000	Total HK$'000
Group									
Balance at 28 September 2013	1,325,005	4,318,455	279,908	3,282	60,573	13,731	4,402,987	3,708,932	14,112,873
Total comprehensive income for the period	-	-	-	(3,282)	-	(9,862)	103,755	41,571	132,182
Non-controlling interests arising from acquisition of additional interest in subsidiaries	-	-	-	-	-	-	-	(44,850)	(44,850)
Balance at 28 December 2013	1,325,005	4,318,455	279,908	-	60,573	3,869	4,506,742	3,705,653	14,200,205
Balance at 28 September 2014	1,325,005	4,318,455	286,577	-	68,141	15,705	5,240,195	3,807,569	15,061,647
Total comprehensive income for the period	-	-	-	-	-	-	80,482	47,670	128,152
Balance at 28 December 2014	1,325,005	4,318,455	286,577	-	68,141	15,705	5,320,677	3,855,239	15,189,799

	Share capital HK$'000	Share premium HK$'000	Retained earnings HK$'000	Total HK$'000
Company				
Balance at 28 September 2013	1,325,005	4,318,455	222,730	5,866,190
Total comprehensive income for the period	-	-	9,533	9,533
Balance at 28 December 2013	1,325,005	4,318,455	232,263	5,875,723
Balance at 28 September 2014	1,325,005	4,318,455	709,663	6,353,123
Total comprehensive income for the period	-	-	26,089	26,089
Balance at 28 December 2014	1,325,005	4,318,455	735,752	6,379,212

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding shares of the issuer, as at the end of the current financial period reported on and as at the end of corresponding period of the immediately preceding financial year.

There was no shares issued during the first quarter ended 28 December 2014 (First quarter ended 28 December 2013: no shares issued).

The Company did not make any purchases of its shares during the first quarter ended 28 December 2014 (First quarter ended 28 December 2013: Nil).

Save as disclosed above, the Company did not have any outstanding convertibles and treasury shares as at 28 December 2014 (28.12.2013: Nil).

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

The total number of issued shares excluding treasury shares as at the end of the current financial period is 4,790,992,338 shares (28.09.2014: 4,790,992,338 shares).

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 nor reviewed by the Company's 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.

The accounting policies and method of computation adopted are consistent with those applied in the audited financial statements for the year ended 28 September 2014.

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

Not applicable.

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

Earnings per ordinary share	Group	
	First quarter ended	
	28.09.2014 - 28.12.2014	28.09.2013 - 28.12.2013
	(unaudited)	(unaudited)
(i) Based on weighted average number of ordinary shares in issue	HK 1.68 cents	HK 2.17 cents
Weighted average number of ordinary shares used in calculation of basic earnings per share	4,790,992,338	4,790,992,338
(ii) Based on a fully diluted basis	HK 1.68 cents	HK 2.17 cents
Weighted average number of ordinary shares used in calculation of diluted earnings per share	4,790,992,338	4,790,992,338

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

	Group		Company	
	28.12.2014	28.09.2014	28.12.2014	28.09.2014
Net asset backing per ordinary share based on existing issued share capital as at the end of period reported on	HK$2.37	HK$2.35	HK$1.33	HK$1.33

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.

Review of Results

During the quarter under review, the Group continued to focus on its core businesses whilst concurrently continuing its strategy to strengthen its balance sheet.

In addition, we undertook a 4-for-5 rights issue of 3,832,793,870 Rights Shares at a price of S$0.051 for each Rights Share which was completed on 27 January 2015. The Rights Issue raised new capital of S$195.5 million (approximately HK$1,143.0 million), providing additional funding to improve the Group's gearing. We intend to utilize the net proceeds to support China Fishery in the redemption of the Copeinca Notes.

Performance of the Fishery and Fish Supply Division was significantly impacted by the reduced catch of Anchovy in the north-centre fishery in Peru for the A Season[1]. This was related to a temporary warming of the sea water which had caused the Anchovy to disperse and move south. Consequently, the entire industry in Peru recorded a reduced catch, and the Fishery and Fish Supply Division was able to utilize only approximately 61% of its fishing quota in the 2014 A Season[1].

Despite this, through the implementation of stringent cost and expense control measures and higher average selling prices of fishmeal and fish oil products, the Division maintained its profitability.

Key operating statistics of the Peruvian Fishmeal Operations under the Fishery and Fish Supply Division for this quarter compared with the same quarter last year are shown below:

Metric ton (MT)	1QFY2015	1QFY2014	Change
Peruvian Anchovy harvested	-	313,747	n.a.
Peruvian Anchovy purchased from third party	-	145,298	n.a.
Total volume of raw materials	-	459,045	n.a.
Fishmeal produced	-	112,736	n.a.
Fishmeal sold	25,449	38,516	-33.9%
Average selling price of fishmeal sold (US$/MT)	1,950	1,388	+40.5%
Fish oil produced	-	15,219	n.a.
Fish oil sold	6,326	8,799	-28.1%
Average selling price of fish oil sold (US$/MT)	2,378	1,977	+20.3%

n.a.: Not applicable

[1] A Season - normally from April to July

For the Frozen Fish SCM Division, despite a 7.0% increase in the average selling prices of its products, sales contribution decreased due to lower trading volume as a result of late delivery of fish products from suppliers.

During the period under review, both the Frozen Fish SCM Division and the Fishery and Fish Supply Division continued to buy fish from Russian suppliers on the spot market. Despite the recent uncertain economic conditions in Russia, the Group does not anticipate any disruptions from this source of supply.

Financial Review

Income Statement

1QFY2015 (3 months ended 28 December 2014) vs 1QFY2014 (3 months ended 28 December 2013)

Total revenue decreased by 25.3% from HK$2,426.2 million to HK$1,811.8 million.

Revenue from the Fishery and Fish Supply Division, which accounted for 53.3%, decreased by 14.7% from HK$1,132.6 million to HK$966.6 million. This was due primarily to lower sales from the Peruvian Fishmeal Operations and the Contract Supply Business.

Revenue from the Frozen Fish SCM Division, which accounted for 46.7% of total revenue, decreased by 34.7% from HK$1,293.6 million to HK$845.2 million. Higher average selling prices of products were able to partially offset for the drop in sales volume.

The geographical breakdown of the Group's revenue was as follows:

By Destination	1QFY2015	1QFY2014
China	75.4%	84.7%
Europe	5.9%	7.1%
East Asia	5.7%	2.8%
Africa	4.5%	3.5%
South America	4.2%	1.2%
Others	4.3%	0.7%

Gross profit margin increased from 16.4% to 17.1% despite a 22.3% decrease in gross profit. This was attributable mainly to lower material, labor, vessel and factory overhead costs associated with lower production as a result of decreased catch volume in Peru.

Other operating income increased by 19.3% from HK$85.2 million to HK$101.6 million, attributable primarily to gains in fair value changes from derivative financial instruments and compensation received from the suppliers of fish for the Frozen Fish SCM Division.

Depreciation expenses decreased by 12.7% from HK$180.1 million to HK$157.1 million, due primarily to the disposal or impairment of certain fishing vessels and plants in Peru during FY2014.

Selling expenses decreased by 21.2% from HK$47.3 million to HK$37.3 million, due primarily to lower sales volume. Administrative expenses decreased by 6.4% from HK$66.9 million to HK$62.7 million, due primarily to ongoing cost containment efforts.

Other operating expenses decreased by 72.1% from HK$47.7 million to HK$13.3 million, due to the absence of a one-off provision in 1QFY2014 (for loss of vessel).

EBITDA decreased by 21.6% from HK$595.4 million to HK$466.9 million, reflecting the impact of the reduced revenue, partly compensated for by reduced operating expenses and costs.

Finance costs increased by 9.3% from HK$202.3 million to HK$221.1 million, reflecting higher interest expense on the 3-year S$200 million bond issued in July 2014.

The Group recorded an income tax benefit of HK$51.7 million associated with the Peruvian Fishmeal Operations. This compares with an income tax benefit of HK$26.5 million in 1QFY2014.

Net profit decreased by 11.7% from HK$145.2 million to HK$128.2 million.

Statement of Financial Position

28 December 2014 vs 28 September 2014

Non-current assets decreased by 1.2% from HK$17,798.2 million to HK$17,578.4 million.

Current assets decreased by 10.1% from HK$14,928.3 million to HK$13,425.9 million. This was attributable mainly to: i) the selling of fishmeal and fish oil inventories at favorable selling prices; ii) the reduction in trade receivables due to seasonality; iii) collection of the other receivables; and iv) refund from the former Long Term Supply Agreement ("LSAs") suppliers.

Current liabilities decreased by 22.9% from HK$6,842.3 million to HK$5,272.5 million due to loan repayments and a decrease in short-term borrowings.

Non-current liabilities decreased by 2.6% from HK$10,822.5 million to HK$10,542.0 million. This was due primarily to the repayment of long-term borrowings in accordance with the payment schedule.

With our continued focus on enhancing the Group's capital structure, net debt to equity ratio improved from 90.0% to 75.9%.

Cash Flow and Liquidity

Net cash generated from operations was HK$1,691.3 million as lower inventories, and lower prepayments and other receivables drove improvement in working capital.

Net cash generated from investing activities of HK$292.4 million was attributable mainly to the refund of prepayments under the former LSAs.

Net cash used in financing activities of HK$1,598.2 million was due mainly to the repayment of term loans and inventory loans.

As at 28 December 2014, cash and cash equivalents amounted to HK$1,410.6 million, representing a net increase of HK$385.4 million.

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

The first quarter ended 28 December 2014 results are consistent with the prospect statement disclosed to shareholders in the year ended 28 September 2014 results announcement.

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 next 12 months.

The completion of the Rights Issue and the planned redemption of the Copeinca Notes by its subsidiary, China Fishery Group Limited strengthens PARD's continued to focus on operating cash generation, reducing borrowings and finance costs, shortening working capital cycle and reducing capital expenditure.

Through the initiatives we have undertaken to improve operating efficiencies of our fishing vessels and fishmeal processing plants, we are committed to become the most efficient fishmeal and fish oil producer in Peru.

Given the recent announcement made by the Peruvian Government not to open the 2014 B Season[2], it is expected that the Group's operating results for 2QFY2015 (3 months ending 28 March 2015) will be impacted.

Nevertheless, with IMARPE's finding of a high proportion of juvenile Anchovy in the Peruvian fishery and its observation that the environmental conditions in the fishery will normalize progressively, the industry generally is optimistic about the prospects and total catch for the entire year, 2015.

[2] B Season – normally from November to January

Barring unforeseen circumstances, the management remains confident that FY2015 will be profitable.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on? None.

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? None.

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

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

No dividend has been declared for the first quarter ended 28 December 2014.

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.

	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than S$100,000 and transactions conducted under shareholders mandate pursuant to Rule 920)		Aggregate value of all interested person transactions conducted under shareholder's mandate pursuant to Rule 920 (excluding transactions less than S$100,000)	
	Period ended		Period ended	
Name of interested person	28.09.2014 – 28.12.2014 HK$'000	28.09.2013 – 28.12.2013 HK$'000	28.09.2014 – 28.12.2014 HK$'000	28.09.2013 – 28.12.2013 HK$'000
Pacific Andes International Holdings Limited and its subsidiaries				
Administrative expenses	-	-	8,432	8,056
Interest expenses	14	25	-	-

14. Negative Confirmation by Directors pursuant to Rule 705(5) of the Listing Manual of the SGX-ST

On behalf of the Board, we confirm that, to the best of our knowledge, nothing has come to the attention of the Board of Pacific Andes Resources Development Limited, which may render the financial statements in respect of the 1QFY2015 to be false or misleading in any material aspect.

For and on behalf of the Board of Pacific Andes Resources Development Limited

Ng Joo Siang
Chairman

Ng Joo Puay, Frank
Managing Director

BY ORDER OF THE BOARD

Lynn Wan Tiew Leng
Company Secretary
9 February 2015

15. SUPPLEMENTARY NOTES

First quarter ended 28 December 2014 in Singapore Dollar equivalent. These figures have not been audited.

1 (a) Consolidated Income Statement

	Group			
	First quarter ended		First quarter ended	
	29.09.2014 to 28.12.2014	29.09.2013 to 28.12.2013	29.09.2014 to 28.12.2014	29.09.2013 to 28.12.2013
	HK$'000	HK$'000	S$'000	S$'000
Revenue	1,811,776	2,426,230	309,880	395,474
Cost of sales	(1,502,715)	(2,028,326)	(257,019)	(330,615)
Gross profit	309,061	397,904	52,861	64,859
Other operating income	101,628	85,164	17,382	13,882
Selling and distribution expenses	(37,263)	(47,304)	(6,373)	(7,711)
Administrative expenses	(62,687)	(66,947)	(10,722)	(10,912)
Other operating expenses	(13,304)	(47,742)	(2,275)	(7,782)
Finance costs	(221,140)	(202,331)	(37,823)	(32,980)
	76,295	118,744	13,050	19,356
Share of results of associates	159	(120)	27	(20)
Profit before income tax	76,454	118,624	13,077	19,336
Income tax benefit	51,698	26,528	8,842	4,324
Profit for the period	128,152	145,152	21,919	23,660
Profit attributable to:				
Owners of the Company	80,482	103,755	13,766	16,912
Non-controlling interests	47,670	41,397	8,153	6,748
	128,152	145,152	21,919	23,660

Consolidated Statement of Comprehensive Income

	Group			
	First quarter ended		First quarter ended	
	29.09.2014 to 28.12.2014	29.09.2013 to 28.12.2013	29.09.2014 to 28.12.2014	29.09.2013 to 28.12.2013
	HK$'000	HK$'000	S$'000	S$'000
Profit for the period	128,152	145,152	21,919	23,660
Other comprehensive income:				
Exchange difference on translation of the Group's overseas operations	-	(9,688)	-	(1,579)
Fair value changes of available-for-sale investments	-	(3,282)	-	(535)
Total comprehensive income for the period	128,152	132,182	21,919	21,546
Total comprehensive income attributable to:				
Owners of the Company	80,482	90,611	13,766	14,770
Non-controlling interests	47,670	41,571	8,153	6,776
	128,152	132,182	21,919	21,546

1(b)(i) Consolidated statement of financial position

	Group		Group	
	28.12.2014	28.09.2014	28.12.2014	28.09.2014
	HK$'000	HK$'000	S$'000	S$'000
NON-CURRENT ASSETS				
Property, plant and equipment	4,905,646	5,045,917	839,045	827,349
Investment properties	40,381	40,381	6,907	6,621
Goodwill	2,952,461	2,952,461	504,979	484,097
Receivables from/prepayment to suppliers	90,831	167,896	15,535	27,529
Available-for-sale investments	11,372	14,037	1,945	2,302
Interests in associates	38,115	37,956	6,519	6,223
Other intangible assets	9,539,557	9,539,557	1,631,614	1,564,144
	17,578,363	17,798,205	3,006,544	2,918,265
CURRENT ASSETS				
Inventories	1,032,785	1,329,334	176,644	217,963
Trade and bills receivables	1,456,999	1,721,587	249,200	282,278
Other receivables and prepayments	8,369,729	9,452,739	1,431,530	1,549,909
Current portion of receivables from/prepayment to suppliers	780,000	850,200	133,409	139,402
Advances to suppliers	315,900	315,900	54,030	51,796
Held-for-trading investments	-	166,807	-	27,350
Derivative financial instruments	3,479	9,701	595	1,591
Prepaid income tax	56,449	56,444	9,655	9,255
Cash and cash equivalents	1,410,601	1,025,612	241,264	168,163
	13,425,942	14,928,324	2,296,327	2,447,707
CURRENT LIABILITIES				
Trade and other payables	313,344	413,425	53,593	67,787
Income tax payable	37,229	78,591	6,368	12,886
Amounts due to Pacific Andes International Holdings Limited and its subsidiaries	2,597	2,725	444	447
Current portion of interest-bearing bank borrowings	4,919,336	6,347,618	841,387	1,040,781
	5,272,506	6,842,359	901,792	1,121,901
NET CURRENT ASSETS	8,153,436	8,085,965	1,394,535	1,325,806
Interest-bearing bank borrowings	2,765,451	2,935,685	472,993	481,347
Bonds	1,149,360	1,197,169	196,583	196,293
Long term payables	162,271	193,984	27,754	31,806
Senior notes	4,101,635	4,097,426	701,530	671,830
Deferred tax liabilities	2,363,283	2,398,259	404,208	393,228
	10,542,000	10,822,523	1,803,068	1,774,504
NET ASSETS	15,189,799	15,061,647	2,598,011	2,469,567
CAPITAL AND RESERVES				
Share capital	1,325,005	1,325,005	226,624	217,253
Reserves	10,009,555	9,929,073	1,712,000	1,628,010
Attributable to owners of the Company	11,334,560	11,254,078	1,938,624	1,845,263
Non-controlling interests	3,855,239	3,807,569	659,387	624,304
TOTAL EQUITY	15,189,799	15,061,647	2,598,011	2,469,567

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

	Group First quarter ended		Group First quarter ended	
	28.12.2014	28.12.2013	28.12.2014	28.12.2013
(i) Based on weighted average number of ordinary shares in issue	HK 1.68 cents	HK 2.17 cents	S 0.29 cents	S 0.35 cents
(ii) Based on a fully diluted basis	HK 1.68 cents	HK 2.17 cents	S 0.29 cents	S 0.35 cents

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

	Group			
	28.12.2014	28.09.2014	28.12.2014	28.09.2014
	HK$	HK$	S$	S$
Net asset backing per ordinary share based on existing issued share capital as at the end of period reported on	2.37	2.35	0.40	0.39

* Exchange Rate
As at 28.12.2014: S$ 1 = HK$ 5.8467
As at 28.09.2014: S$ 1 = HK$ 6.0989

First quarter ended 28.12.2014: S$ 1 =HK$ 5.8467
First quarter ended 28.12.2013: S$ 1 =HK$ 6.1350