

UNAUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2014

PART 1 - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS

1(a)(i) An income statement and statement of comprehensive income, or a statement of comprehensive income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

	GROUP		Change %
	For the financial year ended 31 Mar 2014 (unaudited) S\$'000	31 Mar 2013 (audited) S\$'000	
Revenue	17,175	19,836	-13.4
Other operating income	3,610	25,323	-85.7
Purchases and related costs	(817)	(464)	76.1
Changes in inventories	128	(106)	n/m
Depreciation of property, plant and equipment	(1,160)	(1,383)	-16.1
Staff costs	(7,344)	(7,652)	-4.0
Other operating expenses	(7,913)	(8,816)	-10.2
Profit from operations	3,679	26,738	-86.2
Finance costs	(562)	(608)	-7.6
Profit before income tax	3,117	26,130	-88.1
Income (tax expense)/tax benefit	(109)	229	-147.6
Profit for the financial year	3,008	26,359	-88.6
Other comprehensive income for the financial year			
Items that will be reclassified subsequently to profit or loss:			
Exchange difference arising on translation of foreign operations.	42	54	-22.2
Total comprehensive income for the financial year	3,050	26,413	-88.5
Profit attributable to:			
Equity holders of the Company	1,282	13,875	-90.8
Non-controlling interests	1,726	12,484	-86.2
	3,008	26,359	-88.6
Total comprehensive income attributable to:			
Equity holders of the Company	1,324	13,929	-90.5
Non-controlling interests	1,726	12,484	-86.2
	3,050	26,413	-88.5

n/m: not meaningful

1(a)(iii) Notes to consolidated statement of comprehensive income

Profit/(Loss) before income tax is determined after charging/(crediting):

	GROUP		Change %
	For the financial year ended		
	31 Mar 2014	31 Mar 2013	
	(unaudited)	(audited)	
	S\$'000	S\$'000	
Government grants	(432)	(219)	97.3
Income from Training for Health Management	(365)	(195)	87.2
Depreciation of property, plant and equipment	1,160	1,383	-16.1
Interest income	(2)	(10)	-80.0
Loss/(Gain) on disposal of property, plant and equipment	13	(3)	n/m
Fair value gain on investment property	(2,639)	(24,512)	-89.2
Property, plant and equipment written off	-	102	-100.0
Finance costs	562	608	-7.6

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	
	31 Mar 2014 (unaudited) S\$'000	31 Mar 2013 (audited) S\$'000	31 Mar 2014 (unaudited) S\$'000	31 Mar 2013 (audited) S\$'000
ASSETS				
Current Assets				
Cash and cash equivalents	1,560	1,727	439	417
Inventories	689	564	-	-
Trade and other receivables	407	470	11	16
Amounts due from subsidiaries	-	-	265	911
Other current assets	867	629	6	-
Total current assets	3,523	3,390	721	1,344
Non-Current Assets				
Investments in subsidiaries	-	-	3,258	3,258
Investment property	57,177	54,538	-	-
Property, plant and equipment	5,749	6,537	*	*
Deferred tax assets	325	334	-	-
Deposits	609	707	-	-
Total non-current assets	63,860	62,116	3,258	3,258
Total assets	67,383	65,506	3,979	4,602
LIABILITIES AND EQUITY				
Current Liabilities				
Trade and other payables	6,394	7,033	249	248
Amounts due to subsidiaries	-	-	6	691
Amounts due to director and non-controlling interests	194	890	-	-
Finance leases	151	252	-	-
Bank loans (secured)	4,585	2,734	380	51
Bank overdraft	222	264	-	-
Provision for income tax liabilities	117	111	-	-
Provisions	276	146	-	-
Total current liabilities	11,939	11,430	635	990
Non-Current Liabilities				
Finance leases	270	114	-	-
Bank loans (secured)	19,597	21,301	-	-
Provisions	96	230	-	-
Total non-current liabilities	19,963	21,645	-	-
Total liabilities	31,902	33,075	635	990
Equity				
Share capital	4,818	4,818	4,818	4,818
Reserves	12,724	11,400	(1,474)	(1,206)
Capital and reserves attributable to equity holders of the Company	17,542	16,218	3,344	3,612
Non-controlling interests	17,939	16,213	-	-
Total equity	35,481	32,431	3,344	3,612
Total liabilities and equity	67,383	65,506	3,979	4,602

* : Amount less than S\$1,000

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

	GROUP			
	31 Mar 2014		31 Mar 2013	
	(unaudited)		(audited)	
	Secured	Unsecured	Secured	Unsecured
	S\$'000	S\$'000	S\$'000	S\$'000
Amount repayable in one year or less, or on demand	4,958	-	3,250	-
Amount repayable after one year	19,867	-	21,415	-
	<u>24,825</u>	<u>-</u>	<u>24,665</u>	<u>-</u>

Details of any collateral:

- a. Bank borrowings are secured by a first legal mortgage over the Group's leasehold property and joint and several personal guarantees provided by the Company's Executive Chairman and Chief Executive Officer.
- b. The carrying amounts of certain plant and equipment of the Group include an amount of S\$242,430 (2013: S\$770,141) in respect of assets held under finance leases.
- c. Finance lease liabilities of the Group are effectively secured over the leased beauty, slimming and spa equipment, leased motor vehicles and leased furniture and fittings, as the legal title is retained by the lessor and will be transferred to the Group upon full settlement of the finance lease liabilities. It is also secured by joint and several personal guarantees provided by the Company's Executive Chairman and Chief Executive Officer and corporate guarantee from the Company.
- d. The bank overdraft are secured by the following:
 - Joint and several personal guarantees provided by the Company's Executive Chairman and Chief Executive Officer
 - Corporate guarantee from the Company; and
 - Negative pledge over all assets of a subsidiary

1(c)(i) **A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.**

	Group	
	For the financial year ended	
	31 Mar 2014	31 Mar 2013
	(unaudited)	(audited)
	S\$'000	S\$'000
Cash flows from operating activities		
Profit before income tax	3,117	26,130
Adjustments for:-		
Loss/(Gain) on disposal of property, plant and equipment	13	(3)
Depreciation of property, plant and equipment	1,160	1,383
Finance costs	563	608
Property, plant and equipment written off	-	102
Fair value gain on investment property	(2,639)	(24,512)
Interest income	(2)	(10)
Effect of foreign exchange rate changes	73	105
Operating profit before working capital changes	<u>2,285</u>	<u>3,803</u>
Working capital changes:-		
Inventories	(125)	110
Trade and other receivables	(77)	271
Trade and other payables	(644)	(1,537)
Cash generated from operations	<u>1,439</u>	<u>2,647</u>
Income tax paid	(103)	(107)
Net cash generated from operating activities	<u>1,336</u>	<u>2,540</u>
Cash flows from investing activities		
Interest received	2	10
Purchase of property, plant and equipment	(25)	(396)
Proceeds from disposal of plant and equipment	-	4
Net cash used in investing activities	<u>(23)</u>	<u>(382)</u>
Cash flows from financing activities		
Decrease/(Increase) in fixed deposit pledged	267	(917)
Proceeds from bank borrowings	3,197	551
Repayment of bank borrowings	(3,050)	(2,843)
Repayment of finance lease liabilities	(326)	(604)
(Repayment to)/Advances from non-controlling interests	(696)	49
Advances from/(Repayment) to a director	-	20
Interest paid	(563)	(608)
Net cash used in from financing activities	<u>(1,171)</u>	<u>(4,352)</u>
Net increase/(decrease) in cash and cash equivalents	142	(2,194)
Cash and cash equivalents at beginning of the financial year	296	2,490
Cash and cash equivalents at end of the financial year	<u>438</u>	<u>296</u>

1(c)(ii) Cash and cash equivalents

	GROUP	
	31 Mar 2014	31 Mar 2013
	(unaudited)	(audited)
	S\$'000	S\$'000
Cash and bank balances	629	545
Fixed deposits	931	1,182
Cash and cash equivalents as per statement of financial position	<u>1,560</u>	<u>1,727</u>
Fixed deposits pledged with bank	(900)	(1,167)
Bank overdraft	(222)	(264)
Cash and cash equivalents per consolidated statement of cash flows	<u><u>438</u></u>	<u><u>296</u></u>

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.

GROUP	Share capital S\$'000	Merger reserve S\$'000	Foreign currency translation S\$'000	Retained earnings S\$'000	Attributable to owners of the Company S\$'000	Non- controlling interests S\$'000	Total S\$'000
Balance as at 1 April 2013	4,818	(927)	90	12,237	16,218	16,213	32,431
Total comprehensive income for the financial year	-	-	42	1,282	1,324	1,726	3,050
Balance as at 31 March 2014	<u>4,818</u>	<u>(927)</u>	<u>132</u>	<u>13,519</u>	<u>17,542</u>	<u>17,939</u>	<u>35,481</u>

GROUP	Share capital S\$'000	Merger reserve S\$'000	Foreign currency translation S\$'000	Retained earnings S\$'000	Attributable to owners of the Company S\$'000	Non- controlling interests S\$'000	Total S\$'000
Balance as at 1 April 2012	4,818	(927)	36	(1,638)	2,289	3,729	6,018
Total comprehensive income for the financial year	-	-	54	13,875	13,929	12,484	26,413
Balance as at 31 March 2013	<u>4,818</u>	<u>(927)</u>	<u>90</u>	<u>12,237</u>	<u>16,218</u>	<u>16,213</u>	<u>32,431</u>

COMPANY	Share capital S\$'000	Retained earnings S\$'000	Total S\$'000
Balance as at 1 April 2013	4,818	(1,206)	3,612
Total comprehensive loss for the financial year	-	(268)	(268)
Balance as at 31 March 2014	<u>4,818</u>	<u>(1,474)</u>	<u>3,344</u>
Balance as at 1 April 2012	4,818	(900)	3,918
Total comprehensive loss for the financial year	-	(306)	(306)
Balance as at 31 March 2013	<u>4,818</u>	<u>(1,206)</u>	<u>3,612</u>

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

<u>Issued and Paid-Up Capital</u>	<u>No of shares</u>	<u>Share Capital</u> S\$
Issued and paid-up capital as at 31 March 2014 and 30 September 2013	<u>163,495,140</u>	<u>4,817,859</u>

There was no change in the Company's share capital from 30 September 2013 up to 31 March 2014.

There was no outstanding convertible or treasury share as at 31 March 2014 and 31 March 2013 respectively.

- 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.**

	31 Mar 2014 (unaudited)	31 Mar 2013 (audited)
Total number of issued shares (excluding treasury shares)	<u>163,495,140</u>	<u>163,495,140</u>

There was no treasury share as at 31 March 2014 and 31 March 2013 respectively.

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

Not applicable. The Company did not have any treasury shares during or as at the end of the current financial year reported on.

- 2. Whether the figures have been audited or reviewed, and in accordance with which auditing standard.**

The figures have not been audited or reviewed by the Company's auditors.

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

Not applicable. The figures have not been audited or reviewed by the Company's auditors.

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

The Group and the Company have applied the same accounting policies and methods of computation in the preparation of the financial statements for the current reporting financial year as in the audited financial statements for the financial year ended 31 March 2013, except for the adoption of the new and revised Financial Reporting Standards ("FRS"), Interpretations of FRS ("INT FRS") and amendments to FRSs that are relevant to its operations and effective for annual periods beginning on or after 1 April 2013.

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

The Group and the Company have adopted the new and revised FRSs, INT FRSs and amendments to FRSs effective from 1 April 2013, as mentioned in Paragraph 4 above. The adoption has no material financial impact on the financial statements of the Group and the Company for the current financial year reporting on.

6. **Earnings/(Loss) 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	
	For the year ended	
	<u>31/03/2014</u> (unaudited)	<u>31/03/2013</u> (audited)
Earnings per ordinary share for the financial year:		
(a) Based on weighted average number of ordinary shares on issue	0.78 cents	8.49 cents
(b) On a fully diluted basis	0.78 cents	8.49 cents

Notes:

- a. Basic earnings per ordinary share in the financial year ended 31 March 2014 and 31 March 2013 had been calculated by dividing the profit for the financial year attributable to the owners of the Company by the weighted average number of ordinary shares issued during the respective financial year under review of 163,495,140 shares.
- b. Fully diluted earnings per ordinary share is the same as basic earnings per ordinary share as there was no potentially dilutive securities for the Company as at 31 March 2014 and 31 March 2013 respectively.

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 period reported on and (b) immediately preceding financial year.**

	GROUP		COMPANY	
	<u>31 Mar 2014</u> (unaudited)	<u>31 Mar 2013</u> (audited)	<u>31 Mar 2014</u> (unaudited)	<u>31 Mar 2013</u> (audited)
Net assets value per ordinary share based on issued share capital as at end of the financial year reported on the end of the financial year	10.73 cents	9.92 cents	2.05 cents	2.21 cents
No of ordinary shares	163,495,140	163,495,140	163,495,140	163,495,140

Net asset value per ordinary share of the Group and the Company is calculated by dividing the net asset value of the Group and the Company (excluding non-controlling interests) respectively by the number of outstanding ordinary shares of 163,495,140 as at 31 March 2014 (31 March 2013: 163,495,140).

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, asset or liabilities of the group during the current financial period reported on.**

a. Income Statement

12-months financial year ended from 1 April 2013 to 31 March 2014 ("FY2014") vs 12-months financial year ended 1 April 2012 to 31 March 2013 ("FY2013")

Revenue

The Group recorded a revenue of S\$17.2 million in FY2014, a decrease of S\$2.6 million or 13.4% from S\$19.8 million in FY2013. The decrease in revenue was mainly attributed to:

- 1) Closure of an outlet in Singapore in June 2013;
- 2) Temporary closure of an outlet in Singapore due to an outbreak of fire in March 2013; and
- 3) Slower growth in the local retail industry which had resulted in reduced consumer spending and lower utilization rate of pre-paid packages.

Other operating income

The Group's other operating income decreased by S\$21.7 million or 85.7% from S\$25.3 million in FY2013 to S\$3.6 million in FY2014. The decrease was mainly due to a lower fair value gain on investment property when compared to FY2013. The decrease was partially offset by incentives received from the Productivity and Innovation Credit scheme and an income of S\$0.3 million from providing training in health management programme.

Purchase and related costs

The Group's purchase and related costs increased by S\$0.3 million or 76.1% from S\$0.5 million in FY2013 to S\$0.8 million in FY2014, mainly due to the increase in cost for certain premium range products.

Depreciation of property, plant and equipment

Depreciation of property, plant and equipment decreased by S\$0.2 million or 16.1 % from S\$1.4 million in FY2013 to S\$1.2 million in FY2014 as some of the property, plant and equipment had been fully depreciated.

Staff costs

Staff costs decreased by S\$0.3 million or 4.0% from S\$7.6 million in FY2013 to S\$7.3 million in FY2014. The decrease was mainly due to reduced commission payment which is in line with the decrease in revenue, which was partially offset by the increase in labor cost.

Other operating expenses

Other operating expenses decreased by S\$0.9 million or 10.2% from S\$8.8 million in FY2013 to S\$7.9 million in FY2014. The decrease was mainly due to the closure of an outlet in Singapore, lower staff training expenses and the management's efforts to contain operating costs.

Profit from operations

The Group's profit from operations decreased by 86.2% from S\$26.7 million in FY2013 to S\$3.7 million in FY2014. The decrease was mainly due to a lower fair value gain on investment property amounting to S\$2.6 million in FY2014 as compared to S\$24.5 million in FY2013.

Finance costs

The Group's finance costs decreased by S\$46,000 or 7.6% from S\$608,000 in FY2013 to S\$562,000 in FY2014 due to lower outstanding loan principal following the repayment of finance leases and bank borrowings.

Income tax expense

The Group incurred an income tax expense of S\$109,000 in FY2014 as compared to a tax benefit of S\$229,000 in FY2013 as there was no recognition of deferred tax asset in the Malaysian subsidiaries.

Net profit

As a result of the above factors, the Group reported a total comprehensive income attributable to owners of the Company of S\$1.3 million in FY2014 a decrease of 90.5% as compared to S\$13.9 million in FY2013.

b. Statement of Financial Position

Investment property increased by S\$2.6 million from S\$54.5 million as at 31 March 2013 to S\$57.1 million as at 31 March 2014, due to a fair value gain of S\$2.6 million on investment property.

Property, plant and equipment decreased by S\$0.8 million from S\$6.5 million as at 31 March 2013 to S\$5.7 million as at 31 March 2014, mainly due to a depreciation charge of S\$1.2 million which was partially offset by the enhancement cost of two outlets in Singapore.

Inventories increased by S\$0.1 million from S\$0.6 million as at 31 March 2013 to S\$0.7 million as at 31 March 2014, mainly due to the increase of bulk purchase of salon products in FY2014.

Other current assets increased by S\$0.3 million from S\$0.6 million as at 31 March 2013 to S\$0.9 million as at 31 March 2014, mainly due to an increase in advertising expense and model engagement which were paid in advance.

Trade and other payables decreased by S\$0.6 million from S\$7.0 million as at 31 March 2013 to S\$6.4 million as at 31 March 2014, mainly due to the decrease in deferred revenue from reduced pre-paid sales which was in line with the corresponding decrease in revenue.

Secured bank loans increased from S\$2.7 million as at 31 March 2013 to S\$4.6 million as at 31 March 2014, due mainly to an additional S\$2.5 million revolving loan assumed by Hotel Culture Pte Ltd which was partially offset by the repayment of existing bank loans.

Working capital/cash flow

As a result of the changes in financial position stated above, the Group reported a negative working capital of S\$8.4 million as at 31 March 2014 as compared to a negative working capital of S\$7.6 million as at 31 March 2013. Notwithstanding, the net cash inflows of S\$1.3 million from operating activities and its current cash balance will be able to support the Group's operations for the next 12 months.

c. Statement of Cash Flows

The Group had a net cash generated from operating activities of S\$1.3 million in FY2014 as compared to net cash generated from operating activities of S\$2.5 million in FY2013, due mainly to a lower operating profit before working capital changes of S\$2.3 million and working capital outflows. The working capital outflows were due to an increase in trade and other receivables of S\$0.1 million and inventories of S\$0.1 million and a decrease in trade and other payables of S\$0.6 million.

The Group had a net cash outflow of S\$23,000 from investing activities in FY2014, as compared to S\$382,000 net cash outflow in FY2013, as most of the additions in property, plant and equipment were financed via finance leases in FY2014.

The Group's net cash used in financing activities of S\$1.2 million in FY2014 was mainly due to the repayment to non-controlling interest and interest of S\$0.7 million and S\$0.6 million respectively. This was partially offset by the net increase in proceeds from bank loan of S\$0.1 million and the decrease in fixed deposits pledged.

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

Not applicable. No forecast or a prospect statement had been previously disclosed to shareholders.

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.

For year 2014, Singapore's economic growth is expected to advance along a modest upward trajectory and is forecast to come in at 2% to 4% in 2014¹, which will continue to support growth in the local retail industry.

Notwithstanding that, the Group expects to face operating challenges for the financial year ending 31 March 2015. Tightening foreign labor measures in Singapore has led to higher staff cost and limited further expansion of its business operations. The Group also faces higher cost in raw materials, utilities and property rentals within the competitive local beauty and aesthetics industry.

To overcome this, the Group is consciously looking into renewing its product mix and developing new product lines. The Group is currently looking for strategic partners across Asia to promote the Group's new supplements and skincare products. In addition, the Group intends to expand its aesthetic clinic, MCU Beatitudes, in Malaysia and is also currently working with established aesthetic doctors to launch its first outlet in Singapore.

The Group has met the pre-requisites to deliver beauty training courses under the Singapore Workforce Development Agency's ("WDA") framework for two years effective from 15 May 2014. The Group is able to provide training courses under the Enterprise Training Support scheme to both its employees and the public, which will help to enhance its revenue.

The Group will continue to reduce operating costs and improve operation efficiency by participating in the extended Productivity and Innovation Credit schemes for further three years, conduct regular training services for employees to retain skilled workers to help create life-long customer relationships and investing in Research and Development to promote product innovation and expand the range of services.

¹ Monetary Authority of Singapore, "Recent Developments in Singapore", 7 March 2014

11. Dividend

(a) Current Financial Period Reported On

No dividend has been declared or recommended for the current financial year ended reported on.

(b) 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/recommended for the current financial year ended.

13. Interested person transactions (“IPTs”)

The Group does not have general mandate for IPTs.

Name of Interested Person

**Aggregate value of all
IPTs during the
financial period under
review (excluding
transactions less than
S\$100,000 and
transactions conducted
under shareholders’
mandate pursuant to
Rule 920)
31 March 2014
S\$’000**

JL Asia Resources Pte Ltd
- Operating lease rental income

1,310

Notes:

JL Asia Resources Pte Ltd (“JL Asia”) is owned by the spouse of Ms. Ho Yow Ping (He You Ping), the Chief Executive Officer of the Company. The lease entered into between Hotel Culture Pte Ltd and JL Asia was renewed on 14 February 2014 for a term of three years. JL Asia leases and operates the hotel.

PART II – ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

- 14(a) **Segmented revenue and results for operating segment (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

FY2014	Beauty slimming and spa treatment for women S\$'000	Beauty slimming and spa treatment for men S\$'000	Investment holdings S\$'000	Total S\$'000
<u>Group</u>				
Total revenue	13,993	2,906	1,516	18,415
Inter segment revenue	(1,034)	-	(206)	(1,240)
External revenue	<u>12,959</u>	<u>2,906</u>	<u>1,310</u>	<u>17,175</u>
Adjusted EBITDA	<u>912</u>	<u>295</u>	<u>3,630</u>	<u>4,837</u>
Other information				
Assets				
Segment assets	<u>8,294</u>	<u>755</u>	<u>58,009</u>	<u>67,058</u>
Liabilities				
Segment liabilities	<u>6,133</u>	<u>803</u>	<u>17,521</u>	<u>24,457</u>
Other disclosures				
Capital expenditure	205	204	-	409
Depreciation on property, plant and equipment	976	184	*	1,160
Fair value gain on investment property	-	-	2,639	<u>2,639</u>

* : Less than S\$1,000

14(a) BUSINESS SEGMENTS - (cont'd)

FY2013 Group	Beauty slimming and spa treatment for women S\$'000	Beauty slimming and spa treatment for men S\$'000	Investment holdings S\$'000	Total S\$'000
Total revenue	15,435	3,831	1,473	20,739
Inter segment revenue	(698)	(1)	(204)	(903)
External revenue	<u>14,737</u>	<u>3,830</u>	<u>1,269</u>	<u>19,836</u>
Adjusted EBITDA	<u>1,410</u>	<u>1,161</u>	<u>25,539</u>	<u>28,110</u>
Other information				
Assets				
Segment assets	<u>9,310</u>	<u>756</u>	<u>55,105</u>	<u>65,171</u>
Liabilities				
Segment liabilities	<u>6,217</u>	<u>1,036</u>	<u>19,479</u>	<u>26,732</u>
Other disclosures				
Capital expenditure	431	-	-	431
Depreciation on property, plant and equipment	1,080	302	*	1,382
Fair value gain on investment property	-	-	24,512	24,512

* : Less than S\$1,000

A reconciliation of total adjusted EBITDA to profit before income tax in FY2014 and FY2013 is as follows:

	Group	
	For the financial year ended 31.03.2014 S\$'000 (unaudited)	31.03.2013 S\$'000 (audited)
Adjusted EBITDA for reported segments	4,837	28,111
Depreciation of property, plant and equipment	(1,160)	(1,383)
Interest expense	(562)	(608)
Interest income	<u>2</u>	<u>10</u>
Profit before income tax	<u><u>3,117</u></u>	<u><u>26,130</u></u>

15(b) Geographical segments

The Group operates in two principal geographical areas, Singapore (country of domicile) and Malaysia. The following table provides an analysis of the Group's revenue by geographical market which is analysed based on the billing address of each individual customer:

	GROUP		Change
	For the financial year ended		
	31.03.2014	31.03.2013	
	S\$'000	S\$'000	%
	(unaudited)	(audited)	
Revenue			
Singapore	14,286	17,049	(16.2)
Malaysia	2,889	2,787	3.7
Total	<u>17,175</u>	<u>19,836</u>	(13.4)

The Group's identifiable assets are mainly located in Singapore and accordingly, no geographical segmental analysis is presented other than the above.

16. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the operating segments.

Please refer to paragraph 8 for further details.

17. A breakdown of sales

	GROUP		Change
	For the financial year ended		
	31.03.2014	31.03.2013	
	S\$'000	S\$'000	%
	(unaudited)	(audited)	
Sales reported for first half year	7,724	10,359	(25.4)
Operating profit/(loss) after tax before minority interests reported for first half year	(178)	708	n/m
Sales reported for second half year	9,451	9,477	(0.3)
Operating (loss)/profit after tax before minority interest reported for second half year	3,186	25,651	(87.6)

n/m: not meaningful

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

Not applicable. There was no dividend declared or paid for FY2014 and FY2013 respectively.

19. 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 (10) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.

Name	Age	Family relationship with any director, CEO and/or substantial shareholder	Current position and duties, and the year the position was first held	Details of changes in duties and position held, if any, during the period/year
Wai Lee Chien	37	1. Daughter-in-law of Chia Ah Tow Mary (Chairman and substantial shareholder); and 2. Sister-in-law of Ho Yow Ping (CEO and substantial shareholder)	District manager for the wholly-owned subsidiary of the Company, Mary Chia Beauty & Slimming Specialist Pte Ltd since 2009. A director of MCU Holdings Sdn. Bhd., a wholly-owned subsidiary of the Company, incorporated in Malaysia since 2008. She is the district manager in charge of the branches in Jurong Point Shopping Centre since 2009. She is primarily responsible for the daily management and operations.	N.A.
Chia Tse Ching	37	1. Niece of Chia Ah Tow Mary (Chairman and substantial shareholder); and 2. Cousin of Ho Yow Ping (CEO and substantial shareholder)	Branch manager for the Company's wholly-owned subsidiary, Mary Chia Beauty & Slimming Specialist Pte Ltd, since 2013. She is the branch manager for OG Albert Complex branch. She is primarily responsible for the daily management and operations.	N.A.
Ho Yuen Kwan	39	1. Son of Chia Ah Tow Mary (Chairman and substantial shareholder); and 2. Brother of Ho Yow Ping (CEO and substantial shareholder)	Business Development Manager for the Company's wholly-owned subsidiary, Mary Chia Beauty & Slimming Specialist Pte Ltd since April 2013. He is responsible for all business development opportunities in the local and overseas market for the Group. He is also responsible for gathering market intelligence on customers and competitors and generates leads for possible business partners.	N.A.

BY ORDER OF THE BOARD

Ho Yow Ping (He YouPing)
Chief Executive Officer
30 May 2014

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "**Sponsor**"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**"). The Sponsor has not independently verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

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