TAT HONG HOLDINGS LTD

Registration Number: 199105392H

Unaudited Third Quarter Financial Statements Announcement
For The Period Ended 31 December 2014

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

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

	Group (Third Quarter)			Group (Year-To-Date)		
	3 months ended			9 months ended		
	31 December 2014	31 December 2013	% Change	31 December 2014	31 December 2013	% Change
	S$'000	S$'000		S$'000	S$'000	
Revenue	154,945	167,367	(7)	471,960	528,170	(11)
Cost of sales	(102,526)	(111,076)	(8)	(303,438)	(339,865)	(11)
Gross profit	52,419	56,291	(7)	168,522	188,305	(11)
Other operating income including interest income	3,304	14,886	(78)	17,601	23,047	(24)
Distribution expenses	(8,595)	(7,278)	18	(23,417)	(20,890)	12
Administrative expenses	(10,891)	(15,047)	(28)	(38,996)	(42,583)	(8)
Other operating expenses	(19,273)	(28,492)	(32)	(71,283)	(92,168)	(23)
Finance costs	(6,306)	(6,790)	(7)	(19,278)	(19,225)	-
Share of (losses)/profits of associates (net of tax)	(585)	920	NM	3,654	3,182	15
Share of (losses)/profits of joint ventures (net of tax)	(120)	183	NM	(112)	1,008	NM
Profit before income tax	9,953	14,673	(32)	36,691	40,676	(10)
Income tax expense	(4,568)	(2,751)	66	(12,090)	(10,059)	20
Profit for the period	5,385	11,922	(55)	24,601	30,617	(20)
Attributable to:						
Owners of the Company	4,532	12,146	(63)	21,945	28,605	(23)
Non-controlling interests	853	(224)	NM	2,656	2,012	32
Profit for the period	5,385	11,922	(55)	24,601	30,617	(20)

NM: Not meaningful

1(a)(ii) Statement of comprehensive income

	Group (Third Quarter)			Group (Year-To-Date)		
	3 months ended			9 months ended		
	31 December 2014	31 December 2013	% Change	31 December 2014	31 December 2013	% Change
	S$'000	S$'000		S$'000	S$'000	
Profit for the period	5,385	11,922	(55)	24,601	30,617	(20)
Other comprehensive income						
Items that are or may be reclassified subsequently to profit or loss:						
Share of other comprehensive income of an associate	-	-	-	-	(47)	NM
Net loss on translation of net investment in foreign entities	(1,791)	(8,618)	(79)	(9,710)	(29,674)	(67)
Effective portion of changes in fair value cash flow hedges	159	-	NM	159	-	NM
Foreign currency translation reclassified to profit or loss on disposal of an associate	-	-	-	1,023	-	NM
Other comprehensive loss for the period	(1,632)	(8,618)	(81)	(8,528)	(29,721)	(71)
Total comprehensive income for the period	3,753	3,304	14	16,073	896	1,694
Attributable to:						
Shareholders of the company	2,757	3,189	(14)	13,941	(2,091)	NM
Non-controlling interests	996	115	766	2,132	2,987	(29)
Total comprehensive income for the period	3,753	3,304	14	16,073	896	1,694

NM: Not meaningful

1(a)(iii) Notes to income statement

	Group (Third Quarter)			Group (Year-To-Date)		
	3 months ended			9 months ended		
	31 December 2014	31 December 2013	% Change	31 December 2014	31 December 2013	% Change
	S$'000	S$'000		S$'000	S$'000	
Depreciation of property, plant and equipment	(22,246)	(21,783)	2	(66,856)	(64,700)	3
Gain/(Loss) on disposal of property, plant & equipment	1,902	(78)	NM	7,271	5,287	38
Gain on disposal of land rights	-	12,961	NM	-	12,961	NM
Property, plant and equipment written off	-	-	-	(64)	-	NM
Amortisation of intangible assets	(95)	(111)	(14)	(291)	(418)	(30)
Inventories written off	-	-	-	-	(11)	NM
Allowance recognised for inventories	(514)	(975)	(47)	(4,955)	(533)	830
Allowance recognised for trade receivables	(2,042)	(1,054)	94	(3,307)	(624)	430
Foreign exchange gain/(loss)	5,824	(705)	NM	7,551	(11,855)	NM
(Loss)/Gain on fair value adjustment on derivatives	(979)	(445)	120	(554)	4,400	NM
Dividend income from investment in other financial assets	-	-	-	174	-	NM
Interest income	211	156	35	622	542	15
Share based payment expenses	(30)	(15)	100	(211)	(95)	122
Loss on dilution of interest in an associate	-	-	-	-	(44)	NM
Gain on disposal of an associate	-	-	-	151	-	NM
Gain on disposal of subsidiaries	-	-	-	4,809	-	NM
Over/(Under) provision of income tax expense	37	(622)	NM	(3)	(657)	(100)
Cost of long service leave and annual leave	(1,044)	(1,188)	(12)	(3,656)	(4,175)	(12)

NM: Not meaningful

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 December 2014 S$'000	31 March 2014 S$'000	31 December 2014 S$'000	31 March 2014 S$'000
Non-current assets				
Property, plant and equipment	949,109	975,422	1,814	608
Subsidiaries	-	-	411,216	384,463
Associates	56,787	69,271	11,934	27,486
Joint ventures	4,649	2,579	4,439	2,178
Other financial assets	673	518	589	434
Deferred tax assets	5,147	5,293	-	-
Intangible assets	42,685	45,230	-	-
Trade and other receivables	1,693	2,074	-	-
	1,060,743	1,100,387	429,992	415,169
Current assets				
Inventories	175,319	186,306	-	-
Trade and other receivables	234,720	228,764	91,646	90,139
Cash and cash equivalents	66,387	58,603	1,356	178
	476,426	473,673	93,002	90,317
Total assets	1,537,169	1,574,060	522,994	505,486
Equity attributable to owners of the Company				
Share capital	325,849	337,321	325,849	337,321
Reserve for own shares	(1,766)	(1,606)	(1,766)	(1,606)
Share based payment reserve	777	778	777	778
Capital reserves	26,080	29,424	(1,951)	28
Fair value reserve	159	-	159	-
Currency translation reserve	(28,781)	(20,493)	-	-
Accumulated profits	338,750	330,111	24,521	42,586
	661,068	675,535	347,589	379,107
Non-controlling interests	50,950	52,073	-	-
Total equity	712,018	727,608	347,589	379,107
Non-current liabilities				
Trade and other payables	1,587	1,533	-	-
Financial liabilities	264,080	255,652	55,972	14,975
Notes payable	99,273	99,170	99,273	99,170
Deferred tax liabilities	25,286	28,049	-	-
	390,226	384,404	155,245	114,145
Current liabilities				
Trade and other payables	202,405	238,152	4,687	3,715
Convertible redeemable preference shares	13,454	-	13,454	-
Financial liabilities	213,727	223,451	2,000	8,500
Current tax payable	5,339	445	19	19
	434,925	462,048	20,160	12,234
Total liabilities	825,151	846,452	175,405	126,379
Total equity and liabilities	1,537,169	1,574,060	522,994	505,486

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 31 December 2014		As at 31 March 2014	
Secured	Unsecured	Secured	Unsecured
S$109,837,000	S$103,890,000	S$106,116,000	S$117,335,000

Amount repayable after one year

As at 31 December 2014		As at 31 March 2014	
Secured	Unsecured	Secured	Unsecured
S$189,909,000	S$74,171,000	S$200,645,000	S$55,007,000

Details of any collateral

Included in the Group's secured borrowings are borrowings of:-

(i) S$16,766,000 (31 March 2014: S$10,273,000) secured by a charge over seven barges and a work boat of a subsidiary with a carrying value of S$31,152,000 (31 March 2014: S$29,179,000);

(ii) S$169,216,000 (31 March 2014: S$192,186,000) in respect of property, plant and equipment acquired under finance leases with a carrying value of S$274,907,000 (31 March 2014: S$303,947,000);

(iii) S$16,320,000 (31 March 2014:S$19,835,000) secured by a charge over the freehold land and building of a subsidiary with a carrying value of S$23,398,000 (31 March 2014: S$27,007,000);

(iv) S$84,613,000 (31 March 2014: S$63,229,000) secured by equipment of a subsidiary with a carrying value of S$123,942,000 (31 March 2014: S$110,101,000); and

(v) S$12,831,000 (31 March 2014: S$21,238,000) secured by a charge over leasehold land and building of a subsidiary with a carrying value of S$22,466,000 (31 March 2014: S$28,137,000).

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 (Third Quarter)		Group (Year-To-Date)	
	3 months ended		9 months ended	
	31 December 2014	31 December 2013	31 December 2014	31 December 2013
	S$'000	S$'000	S$'000	S$'000
Operating activities:				
Profit for the period	5,385	11,922	24,601	30,617
Adjustments for:				
Inventories written off	-	-	-	11
Depreciation of property, plant and equipment	22,246	21,783	66,856	64,700
Gain on disposal of land rights	-	(12,961)	-	(12,961)
(Gain)/Loss on disposal of property, plant and equipment	(1,902)	78	(7,271)	(5,287)
Loss/(Gain) on fair value adjustment on derivatives	979	445	554	(4,400)
Property, plant and equipment written off	-	-	64	-
Amortisation of intangible assets	95	111	291	418
Cost of long service leave and annual leave	1,044	1,188	3,656	4,175
Gain on disposal of subsidiaries	-	-	(4,809)	-
Gain on disposal of an associate	-	-	(151)	-
Dividend income from investment in other financial assets	-	-	(174)	-
Share of losses/(profits) of associates (net of tax)	585	(920)	(3,654)	(3,182)
Share of losses/(profits) of joint ventures (net of tax)	120	(183)	112	(1,008)
Provisions made	87	51	164	79
Share based payment expenses	30	15	211	95
Loss on partial disposal of interest in an associate	-	-	-	44
Interest income	(211)	(156)	(622)	(542)
Finance costs	6,306	6,790	19,278	19,225
Income tax expense	4,568	2,751	12,090	10,059
Operating profit before working capital changes	39,332	30,914	111,196	102,043
Changes in working capital:				
Inventories	(12,711)	(13,889)	(21,886)	(32,100)
Trade and other receivables	8,372	7,815	(11,748)	10,842
Trade and other payables	(9,579)	16,320	12,836	(5,347)
Non-trade balances with related parties	-	(76)	-	(258)
Cash generated from operations	25,414	41,084	90,398	75,180
Income taxes paid	(606)	(3,850)	(6,828)	(17,466)
Payment for long service leave and annual leave and others	(1,345)	(1,629)	(3,476)	(4,763)
Net cash from operating activities	23,463	35,605	80,094	52,951
Investing activities:				
Purchase of property, plant and equipment	(5,328)	(46,694)	(37,980)	(125,443)
Purchase of intangible assets	(554)	(735)	(1,286)	(758)
Proceeds from disposal of property, plant and equipment	1,874	11,237	16,551	23,167
Net proceeds from disposal of land rights	-	13,949	-	13,949
Proceeds from partial disposal of interest in an associate	-	-	-	383
Acquisition of non-controlling interests	-	-	(11,302)	-
Equity contribution by non-controlling interest	-	-	11,044	-
Net cash inflow on disposal of subsidiaries	-	-	10,761	-
Proceeds from disposal of an associate	-	-	17,181	-
Dividends received from associates	-	-	678	412
Dividends received from a joint venture	-	1,306	-	2,389
Investment in an associate	-	(588)	-	(588)
Investment in a joint venture	-	-	(2,261)	(253)
Investment in other financial assets	-	(151)	(155)	(261)
Interest received	211	156	622	559
Net cash (used in)/from investing activities	(3,797)	(21,520)	3,853	(86,444)

	Group (Third Quarter)		Group (Year-To-Date)	
	3 months ended		9 months ended	
	31 December 2014	31 December 2013	31 December 2014	31 December 2013
	S$'000	S$'000	S$'000	S$'000
Financing activities:				
Proceeds from issuance of shares on exercise of share options	-	-	-	440
Purchase of treasury shares	(345)	-	(345)	-
Net (repayment of)/proceeds from trust receipts	(3,356)	(673)	(34,932)	19,562
Proceeds from bank loans	88,945	44,080	165,408	118,473
Proceeds from issuance of notes payable	-	-	-	100,000
Repayment of bank loans	(61,146)	(35,254)	(130,119)	(112,004)
Loan to an associate	-	(8,630)	-	(8,630)
Proceeds from finance lease obligations	9,031	12,198	25,573	28,156
Repayment of finance lease obligations	(23,813)	(17,013)	(65,767)	(61,170)
Capital injection by non-controlling interests	-	1,117	-	1,117
Dividends paid	(3,207)	(6,415)	(9,624)	(22,453)
Dividends paid to non-controlling interests	-	-	-	(450)
Release of fixed deposits earmarked for certain banking facilities	-	-	-	1,805
Interest paid	(6,560)	(6,564)	(19,314)	(18,953)
Cash flows (used in)/from financing activities	(451)	(17,154)	(69,120)	45,893
Net increase/(decrease) in cash and cash equivalents during the period	19,215	(3,069)	14,827	12,400
Cash and cash equivalents at beginning of the period	46,743	74,481	51,191	60,974
Effect of exchange rate fluctuations on cash held	82	(541)	22	(2,503)
Cash and cash equivalents at end of the period	66,040	70,871	66,040	70,871

	Group	
	31 December 2014	31 December 2013
	S$'000	S$'000
Cash and cash equivalents		
Cash, bank balances and fixed deposits with banks	66,387	72,408
Bank overdrafts	(347)	(1,537)
	66,040	70,871

Notes:

During the 9 months ended 31 December 2014, the Group acquired property, plant and equipment with an aggregate cost of S$80,806,000 (31 December 2013: S$146,435,000) of which S$22,141,000 (31 December 2013: S$20,992,000) was acquired by means of finance leases.

In addition, property, plant and equipment of S$28,434,000 (31 December 2013: S$31,326,000) was reclassified from inventories during the 9 months ended 31 December 2014, of which S$25,573,000 (31 December 2013: S$28,156,000) was financed by means of finance leases.

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.

The Group

	Share capital S$'000	Reserve for own shares S$'000	Share based payment reserve S$'000	Capital reserves S$'000	Currency translation reserve S$'000	Accumulated profits S$'000	Total attributable to owners of the Company S$'000	Non-controlling interests S$'000	Total equity S$'000
At 1 April 2013	**336,753**	**(1,693)**	**905**	**24,200**	**4,425**	**325,030**	**689,620**	**49,940**	**739,560**
Total comprehensive income for the period									
Profit for the period	-	-	-	-	-	16,459	16,459	2,236	18,695
Other comprehensive income									
Share of other comprehensive loss of an associate	-	-	-	(47)	-	-	(47)	-	(47)
Net gain/(loss) on translation of net investment in foreign entities	-	-	-	67	(21,759)	-	(21,692)	636	(21,056)
Total other comprehensive income	-	-	-	20	(21,759)	-	(21,739)	636	(21,103)
Total comprehensive income for the period	-	-	-	20	(21,759)	16,459	(5,280)	2,872	(2,408)
Transactions with owners of the Company, recognised directly in equity									
Contributions by and distributions to owners of the Company									
Issuance of shares on exercise of share options	568	-	(128)	-	-	-	440	-	440
Value of employee services received for issue of performance shares	-	-	80	-	-	-	80	-	80
Performance shares awarded using treasury shares	-	87	(101)	14	-	-	-	-	-
Bonus shares issued by a subsidiary	-	-	-	4,355	-	(4,355)	-	-	-
Dividends paid	-	-	-	-	-	(16,038)	(16,038)	(450)	(16,488)
Total contributions by and distributions to owners of the Company	568	87	(149)	4,369	-	(20,393)	(15,518)	(450)	(15,968)
At 30 September 2013	**337,321**	**(1,606)**	**756**	**28,589**	**(17,334)**	**321,096**	**668,822**	**52,362**	**721,184**

The Group

	Share capital S$'000	Reserve for own shares S$'000	Share based payment reserve S$'000	Capital reserves S$'000	Currency translation reserve S$'000	Accumulated profits S$'000	Total attributable to owners of the Company S$'000	Non-controlling interests S$'000	Total equity S$'000
At 1 October 2013	**337,321**	**(1,606)**	**756**	**28,589**	**(17,334)**	**321,096**	**668,822**	**52,362**	**721,184**
Total comprehensive income for the period									
Profit for the period	-	-	-	-	-	12,146	12,146	(224)	11,922
Other comprehensive income									
Net gain/(loss) on translation of net investment in foreign entities	-	-	-	152	(9,102)	(7)	(8,957)	339	(8,618)
Total other comprehensive income	-	-	-	152	(9,102)	(7)	(8,957)	339	(8,618)
Total comprehensive income for the period	-	-	-	152	(9,102)	12,139	3,189	115	3,304
Transactions with owners of the Company, recognised directly in equity									
Contributions by and distributions to owners of the Company									
Capital injection by non-controlling interests	-	-	-	-	-	-	-	1,117	1,117
Value of employee services received for issue of performance shares	-	-	15	-	-	-	15	-	15
Dividends paid	-	-	-	-	-	(6,415)	(6,415)	-	(6,415)
Total contributions by and distributions to owners of the Company	-	-	15	-	-	(6,415)	(6,400)	1,117	(5,283)
At 31 December 2013	**337,321**	**(1,606)**	**771**	**28,741**	**(26,436)**	**326,820**	**665,611**	**53,594**	**719,205**

The Group

	Share capital S$'000	Reserve for own shares S$'000	Share based payment reserve S$'000	Capital reserves S$'000	Fair value reserve S$'000	Currency translation reserve S$'000	Accumulated profits S$'000	Total attributable to owners of the Company S$'000	Non-controlling interests S$'000	Total equity S$'000
At 1 April 2014	**337,321**	**(1,606)**	**778**	**29,424**	**-**	**(20,493)**	**330,111**	**675,535**	**52,073**	**727,608**
Total comprehensive income for the period										
Profit for the period	-	-	-	-	-	-	17,413	17,413	1,803	19,216
Other comprehensive income										
Foreign currency translation reclassified to profit or loss on disposal of an associate	-	-	-	-	-	1,023	-	1,023	-	1,023
Net gain/(loss) on translation of net investment in foreign entities	-	-	-	39	-	(7,291)	-	(7,252)	(667)	(7,919)
Total other comprehensive income	-	-	-	39	-	(6,268)	-	(6,229)	(667)	(6,896)
Total comprehensive income for the period	-	-	-	39	-	(6,268)	17,413	11,184	1,136	12,320
Transactions with owners of the Company, recognised directly in equity										
Contributions by and distributions to owners of the Company										
Disposal of subsidiaries	-	-	-	-	-	-	-	-	(7,154)	(7,154)
Value of employee services received for issue of performance shares	-	-	181	-	-	-	-	181	-	181
Performance shares awarded using treasury shares	-	185	(188)	3	-	-	-	-	-	-
Cancellation of share options	-	-	(24)	-	-	-	24	-	-	-
Bonus shares issued by a subsidiary	-	-	-	3,706	-	-	(3,706)	-	-	-
Dividends paid	-	-	-	-	-	-	(6,417)	(6,417)	(1,039)	(7,456)
Total contributions by and distributions to owners of the Company	-	185	(31)	3,709	-	-	(10,099)	(6,236)	(8,193)	(14,429)
Change in ownership interests in subsidiaries										
Acquisition of/Equity contribution by non-controlling interests	-	-	-	(5,196)	-	-	-	(5,196)	4,938	(258)
Total changes in ownership interests in subsidiaries	-	-	-	(5,196)	-	-	-	(5,196)	4,938	(258)
Total transactions with owners	-	185	(31)	(1,487)	-	-	(10,099)	(11,432)	(3,255)	(14,687)
At 30 September 2014	**337,321**	**(1,421)**	**747**	**27,976**	**-**	**(26,761)**	**337,425**	**675,287**	**49,954**	**725,241**

The Group

	Share capital S$'000	Reserve for own shares S$'000	Share based payment reserve S$'000	Capital reserves S$'000	Fair value reserve S$'000	Currency translation reserve S$'000	Accumulated profits S$'000	Total attributable to owners of the Company S$'000	Non-controlling interests S$'000	Total equity S$'000
At 1 October 2014	**337,321**	**(1,421)**	**747**	**27,976**	**-**	**(26,761)**	**337,425**	**675,287**	**49,954**	**725,241**
Total comprehensive income for the period										
Profit for the period	-	-	-	-	-	-	4,532	4,532	853	5,385
Other comprehensive income										
Effective portion of changes in fair value of cash flow hedges	-	-	-	-	159	-	-	159	-	159
Net gain/(loss) on translation of net investment in foreign entities	-	-	-	86	-	(2,020)	-	(1,934)	143	(1,791)
Total other comprehensive income	-	-	-	86	159	(2,020)	-	(1,775)	143	(1,632)
Total comprehensive income for the period	-	-	-	86	159	(2,020)	4,532	2,757	996	3,753
Transactions with owners of the Company, recognised directly in equity										
Contributions by and distributions to owners of the Company										
Redemption of convertible redeemable preference shares	(11,472)	-	-	(1,982)	-	-	-	(13,454)	-	(13,454)
Purchase of treasury shares	-	(345)	-	-	-	-	-	(345)	-	(345)
Value of employee services received for issue of performance shares	-	-	30	-	-	-	-	30	-	30
Dividends paid	-	-	-	-	-	-	(3,207)	(3,207)	-	(3,207)
Total contributions by and distributions to owners of the Company	(11,472)	(345)	30	(1,982)	-	-	(3,207)	(16,976)	-	(16,976)
At 31 December 2014	**325,849**	**(1,766)**	**777**	**26,080**	**159**	**(28,781)**	**338,750**	**661,068**	**50,950**	**712,018**

The Company	Share capital S$'000	Reserve for own shares S$'000	Share based payment reserve S$'000	Capital reserves S$'000	Accumulated profits S$'000	Total equity S$'000
At 1 April 2013	**336,753**	**(1,693)**	**905**	**14**	**35,717**	**371,696**
Total comprehensive income for the period						
Profit for the period/Total comprehensive income for the period	-	-	-	-	20,022	20,022
Contributions by and distributions to owners of the Company						
Issuance of shares on exercise of share options	568	-	(128)	-	-	440
Value of employee services received for issue of performance shares	-	-	80	-	-	80
Performance shares awarded using treasury shares	-	87	(101)	14	-	-
Dividends paid	-	-	-	-	(16,038)	(16,038)
Total contributions by and distributions to owners of the Company	568	87	(149)	14	(16,038)	(15,518)
At 30 September 2013	**337,321**	**(1,606)**	**756**	**28**	**39,701**	**376,200**
At 1 October 2013	**337,321**	**(1,606)**	**756**	**28**	**39,701**	**376,200**
Total comprehensive income for the period						
Loss for the period/Total comprehensive income for the period	-	-	-	-	(2,502)	(2,502)
Contributions by and distributions to owners of the Company						
Value of employee services received for issue of performance shares	-	-	15	-	-	15
Dividends paid	-	-	-	-	(6,415)	(6,415)
Total contributions by and distributions to owners of the Company	-	-	15	-	(6,415)	(6,400)
At 31 December 2013	**337,321**	**(1,606)**	**771**	**28**	**30,784**	**367,298**

The Company	Share capital S$'000	Reserve for own shares S$'000	Share based payment reserve S$'000	Capital reserves S$'000	Fair value reserve S$'000	Accumulated profits S$'000	Total equity S$'000
At 1 April 2014	**337,321**	**(1,606)**	**778**	**28**	**-**	**42,586**	**379,107**
Total comprehensive income for the period							
Loss for the period/Total comprehensive income for the period	-	-	-	-	-	(3,044)	(3,044)
Contributions by and distributions to owners of the Company							
Value of employee services received for issue of performance shares	-	-	181	-	-	-	181
Performance shares awarded using treasury shares	-	185	(188)	3	-	-	-
Cancellation of share options	-	-	(24)	-	-	24	-
Dividends paid	-	-	-	-	-	(6,417)	(6,417)
Total contributions by and distributions to owners of the Company	-	185	(31)	3	-	(6,393)	(6,236)
At 30 September 2014	**337,321**	**(1,421)**	**747**	**31**	**-**	**33,149**	**369,827**
At 1 October 2014	**337,321**	**(1,421)**	**747**	**31**	**-**	**33,149**	**369,827**
Total comprehensive income for the period							
Loss for the period	-	-	-	-	-	(5,422)	(5,422)
Other comprehensive income							
Effective portion of changes in fair value of cash flow hedges	-	-	-	-	159	-	159
Total other comprehensive income	-	-	-	-	159	-	159
Total comprehensive income for the period	-	-	-	-	159	(5,422)	(5,263)
Contributions by and distributions to owners of the Company							
Redemption of convertible redeemable preference shares	(11,472)	-	-	(1,982)	-	-	(13,454)
Value of employee services received for issue of performance shares	-	-	30	-	-	-	30
Purchase of treasury shares	-	(345)	-	-	-	-	(345)
Dividends paid	-	-	-	-	-	(3,206)	(3,206)
Total contributions by and distributions to owners of the Company	(11,472)	(345)	30	(1,982)	-	(3,206)	(16,975)
At 31 December 2014	**325,849**	**(1,766)**	**777**	**(1,951)**	**159**	**24,521**	**347,589**

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 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.

As at 31 December 2014, there were 418,500 (31 December 2013: 192,000) performance shares granted but not vested.

Convertible Redeemable Preference Shares ("CRPS")

No CRPS were converted to ordinary shares during the quarter ended 31 December 2014 (31 December 2013: nil). As at 31 December 2013, there were 11,700,000 CRPS available for conversion to 11,700,000 ordinary shares. During the quarter ended 31 December 2014, the Company issued a redemption notice to the holder to fully redeem the outstanding CRPS. Pursuant to the terms and conditions of the CRPS, the redemption price per CRPS is S$1.15 and the expected redemption date is in March 2015. Consequently, the CRPS was classified as current liability as at 31 December 2014.

Share Option

During the quarter ended 31 December 2014, no share options under the Tat Hong Employee Share Option Scheme 2006 were exercised and settled by way of issued ordinary shares (31 December 2013: nil).

As at 31 December 2014, there were 2,034,000 (31 December 2013: 2,134,000) outstanding share options exercisable at the price of S$1.08 per share.

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.

As at 31 December 2014, the Company's issued and paid up capital less treasury shares comprised 629,563,323 ordinary shares (31 March 2014: 629,823,823).

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.

	FY2015	FY2014
Balance as at 1 April	1,769,000	1,865,000
Performance shares awarded using treasury shares in 1Q	(203,500)	(96,000)
Treasury shares purchased in 3Q	464,000	-
Balance as at 31 December	2,029,500	1,769,000

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

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

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

Not applicable.

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

Except as disclosed in Paragraph 5 below, the Group has applied the same accounting policies and methods of computation in the preparation of the consolidated financial statements for the current reporting period as those applied in the audited financial statements for the year ended 31 March 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.

In the current financial period, the Group adopted the applicable new and revised Singapore Financial Reporting Standards ("FRSs") and related Interpretations ("INT FRSs") that are relevant to its operations and effective for annual periods beginning on or after 1 April 2014. The adoption of these new/revised FRSs and INT FRSs does not result in changes to the Group's accounting policies and has no material effect on the financial statements.

Except as described in Paragraph 6, there are no changes to the methods of computation.

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

	Group (Third Quarter)		Group (Year-To-Date)	
	3 months ended	3 months ended	9 months ended	9 months ended
	31 December 2014	31 December 2013	31 December 2014	31 December 2013
Net Profit attributable to owners of the Group (S$'000)	4,532	12,146	21,945	28,605
Weighted average ordinary shares ('000) for calculation of:				
- Basic earnings per share	629,642	629,824	629,876	630,220
- Diluted earnings per share	629,642	629,824	629,876	630,220
Earnings per ordinary share ("EPS") (SGD cents) of the Group:				
(a) Based on the weighted average number of ordinary shares on issue	0.72	1.92	3.48	4.54
(b) On a fully diluted basis	0.72	1.92	3.48	4.54

The weighted average number of ordinary shares included in the computation of EPS for the quarter and 9 months ended 31 December 2014 comprised only the ordinary shares of the Company as the Company had issued a redemption notice to fully redeem the outstanding convertible redeemable preference shares. Accordingly, the number of ordinary shares used for the EPS calculations for the quarter and 9 months ended 31 December 2013 have also been adjusted retrospectively.

As at 31 December 2014, there were 2,034,000 (31 December 2013: 2,134,000) share options which were granted on 30 September 2009 and are available for conversion to ordinary shares. The share options are deemed to be anti-dilutive (31 December 2013: anti-dilutive) and are not included in the weighted average number of ordinary shares for the purpose of computing diluted earnings per share.

7. Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the (a) current financial period reported on and (b) immediately preceding financial year.

	Group		Company	
	31 December 2014	31 March 2014	31 December 2014	31 March 2014
Net asset value per ordinary share (S$)	1.05	1.07	0.55	0.60
Net tangible asset per ordinary share (S$)	0.98	1.00	0.55	0.60

Net asset value and net tangible asset per ordinary share as at 31 December 2014 and 31 March 2014 were computed based on 629,563,323 and 629,823,823 ordinary shares respectively.

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 cashflow, working capital, assets or liabilities of the group during the current financial period reported on.

Income statement

The Group's revenue in the quarter ended 31 December 2014 ("3QFY2015") decreased by approximately 8% to S$154.9 million, compared to S$167.4 million in the quarter ended 31 December 2013 ("3QFY2014") as shown in the table below:

	Group (Third Quarter)			Group (Nine months)		
Revenue	FY2015	FY2014	Change	FY2015	FY2014	Change
	S$'000	S$'000	%	S$'000	S$'000	%
Crane Rental	60,688	62,713	(3)	191,233	201,828	(5)
Tower Crane Rental	25,093	23,709	6	74,096	66,427	12
General Equipment Rental	13,260	15,286	(13)	44,929	53,247	(16)
Distribution	55,904	65,659	(15)	161,702	206,668	(22)
	154,945	167,367	(7)	471,960	528,170	(11)

Revenue generated by the Crane Rental division in 3QFY2015 decreased by 3% to S$60.7 million. This was due to the disposal of Hup Hin Transport in July 2014, completion of projects and slowdown in the construction industry in Singapore as well as reduced rental activity in overseas markets such as Papua New Guinea. The decrease was partially mitigated by higher revenue from Malaysia with new projects such as Sabah Ammonia Plant and Wheatstone LNG (fabrication of structures and components) and continued participation in LNG-related projects in Australia, as well as higher barge rental activity. Crane rental revenue from Hong Kong and Thailand remained comparable to that in 3QFY2014.

Revenue generated by the Tower Crane division in 3QFY2015 increased by 6% to S$25.1 million. This was due to a larger fleet size and continued participation in infrastructure, large commercial and power plant projects in the People's Republic of China.

Revenue generated by the General Equipment Rental division in 3QFY2015 decreased by 13% to S$13.3 million due to lower public spending and weak market conditions in Australia.

Revenue generated by the Distribution division in 3QFY2015 decreased by 15% to S$55.9 million. This was attributable to lower equipment sales in Australia due to weak trading conditions, lower sales recorded in Singapore as a result of a decline in demand and increased competition, as well as weak demand from overseas markets such as Europe and Japan. The decrease was partially offset by higher sales of excavators in Indonesia.

The overall decrease in revenue in 3QFY2015 led to a decline of 7% in the Group's gross profit to S$52.4 million (3QFY2014: S$56.3 million). Gross profit margin increased marginally to 33.8% (3QFY2014: 33.6%), mainly attributable to an improvement in the margin from Tower Crane Rental division arising from better management of manpower and transport costs.

The Group's other income in 3QFY2015 fell by 78% to S$3.3 million (3QFY2014: S$14.9 million) as 3QFY2014 results had included a S$13.0 million one-off gain on disposal of purchase rights for a plot of land in Iskandar, Malaysia.

The Group's total operating expenses in 3QFY2015 decreased by 24% to S$38.8 million (3QFY2014: S$50.8 million), mainly due to foreign exchange gain net of fair value loss on derivatives in 3QFY2015 of S$4.8 million from a weaker JPY and stronger RMB and USD against SGD. In comparison, a foreign exchange loss including fair value loss on derivatives of S$1.2 million was incurred in 3QFY2014. The disposal of Hup Hin Transport in July 2014, as well as lower staff costs and warranty expenses, further contributed to the reduction in operating costs.

The Group's net profit after tax and minority interests in 3QFY2015 decreased by 63% to S$4.5 million (3QFY2014: S$12.1 million).

Balance Sheet Analysis (as at 31 December 2014 vs 31 March 2014)

- The decline of S$26.3 million in the Group's net book value of property, plant and equipment was mainly attributable to the disposal of Hup Hin Transport, offset by expansion of the crane fleet and capitalisation of building costs.
- Inventories decreased by about S$11.0 million as a result of prudent inventory purchases during the period.
- Trade and other receivables increased by approximately S$6.0 million due to the timing of sales.
- Total financial liabilities fell by approximately S$1.3 million following the repayment of bank overdraft, disposal of Hup Hin Transport and translation gain arising from a weaker AUD against SGD, partially offset by a net draw-down of term loans and net increase in finance lease obligations.
- Net gearing as at 31 December 2014 was 0.82 times (31 March 2014: 0.87 times).

Cash flow

The net increase in cash and cash equivalents of S$19.2 million during 3QFY2015 resulted mainly from net cash inflow from operating activities, proceeds from disposal of property, plant and equipment and net draw-down of term loans, partially offset by repayment of trust receipts and hire purchase finance, interest payments and purchases of property, plant and equipment.

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

The macro business environment remains largely similar to that disclosed under Paragraph 10 of the Group's Financial Statements for the Second Quarter FY2015 ended 30 September 2014 released via the SGXNET on 14 November 2014.

10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

While demand remains positive in certain markets for the Crane Rental division, weakness in the Singapore market, together with no further revenue contribution from Hup Hin Transport, will impact performance from this division.

The Tower Crane Rental division is expected to maintain its growth momentum in FY2015, with its strong base of on-going projects and new opportunities in the building, infrastructure, transport and power generation sectors in the People's Republic of China.

The General Equipment Rental division is expected to remain stable in view of the anticipated recovery in activity levels in the Australian construction sector.

Trading conditions for the Distribution division is expected to continue to be challenging in the medium term due to the sluggish Australian economy, coupled with generally weak demand for heavy equipment in the region.

Given that the economic and sector outlooks of the Group's key markets still remain challenging, the Group expects, barring unforeseen circumstances, stable underlying performance for the remainder of FY2015.

11. Dividend

(a) Current financial period reported on

Any dividend recommended for the current financial period reported on? No

Name of Dividend	-
Dividend Type	-
Amount per share	-
Tax Rate	-

(b) Corresponding period of the immediately preceding financial year

Any dividend recommended for the corresponding period of the immediately preceding financial year? No

Name of Dividend	-
Dividend Type	-
Amount per share	-
Tax Rate	-

(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 current financial period reported on.

13. Interested Person Transactions

Name of interested person	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 the shareholders' mandate pursuant to Rule 920 (excluding transactions less than S$100,000)			
	Group (Third Quarter) 3 months ended		Group (Year-To-Date) 9 months ended		Group (Third Quarter) 3 months ended		Group (Year-To-Date) 9 months ended	
	31 Dec 2014	31 Dec 2013	31 Dec 2014	31 Dec 2013	31 Dec 2014	31 Dec 2013	31 Dec 2014	31 Dec 2013
	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000
(A) Sale								
CS Construction & Geotechnic Pte Ltd	-	-	-	-	-	-	440	-
CMC Construction Pte Ltd	-	-	-	-	145	-	1,145	1,480
THL Foundation Equipment Pte Ltd	-	-	-	-	630	-	630	-
(B) Purchase								
CMC Construction Pte Ltd	-	-	-	-	5,960	-	5,960	250
ICE Far East (HK) Ltd	-	-	-	-	367	-	832	-
CS Bored Pile System Pte Ltd	-	-	-	-	-	120	-	240

By Order of the Board
Lional Tseng
Group Chief Financial Officer / Joint Company Secretary
13 February 2015

STATEMENT PURSUANT TO RULE 705(5) OF THE LISTING MANUAL

We confirm on behalf of the Board of Directors that, to the best of our knowledge, nothing has come to the attention of the Board of Directors which may render the financial results of the Group and Company (comprising the statement of financial position, consolidated statement of comprehensive income, statement of changes in equity and consolidated statement of cash flow, together with their accompanying notes) as at 31 December 2014 and the results of the business, changes in equity and cash flows of the Group for the 9 months ended on that date, to be false or misleading in any material aspect.

ON BEHALF OF THE DIRECTORS

Ng San Tiong
Managing Director

Ng Sun Ho
Executive Director