

USP Group Limited

(Incorporated in Singapore)
(Co. Reg. No: 200409104W)

UNAUDITED QUARTERLY FINANCIAL STATEMENT ANNOUNCEMENT FOR THE PERIOD ENDED 31 DECEMBER 2015
PART I - INFORMATION REQUIRED FOR ANNOUNCEMENT OF 3rd QUARTER 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 Board of Directors (the “**Board**”) hereby announces the results of the Group for the 3rd quarter ended 31 December 2015 following a change in financial year end as announced on 28 November 2014. These figures have not been audited.

Prior to 1 December 2014, the Company’s functional currency was United States dollar (US\$) and the Company presented its financial statements in US\$. Following Management’s assessment of appropriate functional currency of the Company and its subsidiaries during the period, the Group changed its functional currency to Singapore dollar (S\$) as it is more reflective of the underlying transactions, events and conditions relevant to the Group. In line with the change in functional currency, the presentation currency of the Group was changed from US\$ to S\$. The comparative information has been translated from the US\$ to S\$ based on exchange rate of US\$1: S\$1.3025.

1(a)(i) Group Consolidated Statement of Comprehensive Income

	Group		
	Unaudited	Unaudited	
	3 months ended		
	31/12/2015	31/08/2014	Increase/ (Decrease)
	S\$'000	(*Re-presented) S\$'000	%
<u>Continuing operations</u>			
Revenue	1,581	-	100.0
Cost of Sales	(979)	-	100.0
Gross Profit	602	-	100.0
Other income/(expense), net	(205)	10	N.M.
Selling and distribution expenses	(99)	-	100.0
General and administrative expenses	(1,395)	(736)	189.5
Share of results of associate	(304)	-	100.0
Loss before tax from continuing operations	(1,401)	(726)	193.0
Income tax	-	-	
Loss after tax from continuing operations	(1,401)	(726)	193.0
<u>Discontinued operations</u>			
Loss from discontinued operations, net of tax	-	(73)	N.M.
Loss for the period	(1,401)	(799)	175.3
Other comprehensive income:			
Foreign currency translation	-	75	N.M.
Total comprehensive income for the period	(1,401)	(724)	193.5

1(a)(i) Group Consolidated Statement of Comprehensive Income (Cont'd)

	Group		
	Unaudited	Unaudited	
	3 months ended		
	31/12/2015	31/08/2014	Increase/ (Decrease)
	S\$'000	(*Re-presented) S\$'000	%
Loss for the period attributable to:			
Owners of the Company:			
Loss after tax from continuing operations	(1,365)	(726)	188.0
Loss from discontinued, net of tax	-	(73)	N.M.
Loss attributable to owners of the Company	(1,365)	(799)	170.8
Non-controlling interests:			
Loss after tax from continuing operations	(36)	-	100
Loss from discontinued operations, net of tax	-	-	
Loss attributable to non-controlling interests	(36)	-	100
Total comprehensive income attributable to:			
Owners of the Company	(1,365)	(726)	188.0
Non-controlling interests	(36)	-	100
Total comprehensive income for the period	(1,401)	(726)	193.0
Attributable to owners of the Company			
Total comprehensive income from continuing operations, net of tax	(1,365)	(651)	209.7
Total comprehensive income from discontinued operation, net of tax	-	(73)	N.M.
Total comprehensive income attributable to owners of the Company	(1,365)	(724)	188.5
EBITDA from continuing operations, excluding extraordinary losses	(314)	(719)	(56.3)

*Figures were re-presented due to change of the Company's functional currency and discontinued operations.

1(a)(ii) Notes to Group Consolidated Statement of Comprehensive Income

Loss from ordinary activities is stated after charging/(crediting):

	Group	
	S\$'000	
	Unaudited	Unaudited
	3 months ended	
	31/12/2015	31/08/2014
<u>Continuing operations</u>		
Depreciation	220	7
Interest expenses	6	-
Professional fees	203	266
Rental expenses	138	62
Staff costs	482	273

Breakdown of other income/ (expenses), net

	Group	
	S\$'000	
	Unaudited	Unaudited
	3 months ended	
	31/12/2015	31/08/2014
Fair value adjustments on marketable securities	(14)	-
Exchange (loss)/ gain, net	(251)	6
Interest income	2	4
Others	58	-
	(205)	10

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	
	S\$'000		S\$'000	
	Unaudited 31/12/2015	Unaudited 31/03/2015	Unaudited 31/12/2015	Unaudited 31/03/2015
Non-current assets				
Property, plant and equipment	23,454	17,590	120	132
Intangibles	32	-	-	-
Investments in subsidiaries	-	-	1,358	1,358
Investments in associated company	4,859	-	-	-
Goodwill	53	-	-	-
	28,398	17,590	1,478	1,490
Current assets				
Cash and short-term deposits	8,642	16,235	3,287	11,882
Marketable securities	1,634	8,751	1,634	8,751
Trade receivables	1,269	699	-	-
Other receivables and prepayments	5,983	8,985	32,099	23,040
Inventories	218	20	-	-
Development property	3,240	3,194	-	-
	20,986	37,884	37,020	43,673
Current liabilities				
Trade payables	342	367	-	-
Other payables	1,812	1,696	158	116
Deferred rent payable	283	283	-	-
Finance lease liabilities	27	31	-	-
Loan and borrowings	3,960	2,649	800	-
	6,424	5,026	958	116
Net current assets	14,562	32,858	36,062	43,557
Non-current liability				
Finance lease liabilities	48	-	-	-
Loan and borrowings	3,360	2,464	-	-
Deferred tax	192	-	-	-
	3,600	2,464	-	-
Net assets	39,360	47,984	37,540	45,047
Equity attributable to owners of the Company				
Share capital	46,328	46,328	46,328	46,328
Treasury shares	(216)	(1,021)	(216)	(1,021)
Other reserves	2,413	2,413	-	-
Accumulated losses	(10,013)	(234)	(8,572)	(260)
	38,512	47,486	37,540	45,047
Non-controlling interests	848	498	-	-
Total equity	39,360	47,984	37,540	45,047

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

Amount repayable in one year or less, or on demand

As at 31/12/2015		As at 31/03/2015	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
3,160	800	2,649	-

Amount repayable after one year

As at 31/12/2015		As at 31/03/2015	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
3,360	-	2,464	-

Details of any collateral

The Group's bank borrowings are secured by properties held by the Group.

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	
	S\$'000	
	Unaudited	Unaudited
	3 months ended	
	31/12/2015	31/08/2014
Operating activities:		
Loss before tax from continuing operations	(1,401)	(726)
Loss before tax from discontinued operations	-	(73)
Adjustments for:		
Depreciation of property, plant and equipment	220	17
Fair value loss on marketable securities	14	-
Interest income	(2)	(5)
Treasury shares reissued pursuant to employee share plan	50	-
Unrealised exchange loss, net	6	16
Share of result of associate	304	-
Foreign currency translation	-	9
Operating cash flows before working capital changes	(809)	(762)
Trade receivables	(301)	64
Other receivables and prepayments	4,884	190
Inventories	37	(18)
Trade payables	87	-
Other payables	152	(133)
Cash flows from/ (used in) operations	4,050	(659)
Interest received	2	5
Net cash flows from/ (used in) operating activities	4,052	(654)
Investing activities		
Purchase of property, plant and equipment	(5,633)	-
Subsequent expenditure on development property	(17)	-
Net cash flows used in investing activities	(5,650)	-
Financing activities:		
Net proceeds from loans and borrowings	4,056	-
Repayment of finance lease liabilities	(3)	-
Net cash flows generated from financing activities	4,053	-
Net increase/ (decrease) in cash and cash equivalents	2,455	(654)
Effect of exchange rate changes on cash and cash equivalents	-	44
Cash and cash equivalents at beginning of period	6,187	35,560
Cash and cash equivalents at end of period	8,642	34,950

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	Treasury shares	Statutory reserve	Accumulated losses	Discount on purchase of NCI's shares	Foreign currency translation reserve	Equity attributable to owners of the Company	Non-controlling interests	Total Equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Current year – 3Q2016									
Balance at 1 October 2015	46,328	(266)	-	(8,648)	2,413	-	39,827	884	40,711
Total comprehensive loss for the period	-	-	-	(1,315)	-	-	(1,315)	(36)	(1,351)
Treasury shares reissued pursuant to employee share plan	-	50	-	(50)	-	-	-	-	-
Balance at 31 December 2015	46,328	(216)	-	(10,013)	2,413	-	38,512	848	39,360
Previous year – 3Q2015									
Balance at 1 June 2014	46,328	-	1,229	(7,820)	-	1,805	41,542	-	41,542
Loss for the period	-	-	-	(799)	-	-	(799)	-	(799)
Other comprehensive income	-	-	-	-	-	75	75	-	75
Total comprehensive loss for the period	-	-	-	(799)	-	-	(724)	-	(724)
Balance at 31 August 2014	46,328		1,229	(8,619)	-	1,880	40,818	-	40,818

Company	Share capital	Treasury shares	Accumulated losses	Total Equity
	S\$'000	S\$'000	S\$'000	S\$'000
Current year – 3Q2016				
Balance at 1 October 2015	46,328	(266)	(7,978)	38,084
Total comprehensive loss for the period	-	-	(544)	(544)
Treasury shares reissued pursuant to employee share plan	-	50	(50)	-
Balance at 31 December 2015	46,328	(216)	(8,572)	37,540
Previous year – 3Q2015				
Balance at 1 June 2014	46,328	-	(9,546)	36,782
Loss for the period	-	-	(576)	(576)
Total comprehensive loss for the period	-	-	(576)	(576)
Balance at 31 August 2014	46,328	-	(10,122)	36,206

- 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.**

As at 31 December 2015, the Company has 13,945,371 treasury shares after transferring 1,063,829 treasury shares for the fulfilment of share awards vested under USP Group Performance Share Plan during the 3 months ended 31 December 2015.

(See 1(d)(iv)).

- 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.**

	31/12/2015	31/03/2015
Total number of issued ordinary shares excluding treasury shares	656,174,867	653,180,838

- 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.**

As previously announced on 27 October 2015, the Company had transferred 1,063,829 treasury shares from its share buyback account for the fulfilment of share awards vested under USP Group Performance Share Plan.

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

These figures have neither 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 Group has adopted all the new/revised Singapore Financial Reporting Standards ("new/revised FRSs") that became effective on or after 1 April 2015. Except for the adoption of these new/revised FRSs, the Group has consistently adopted the same accounting policies and methods of computations as stated in the audited financial statements of the Group for the financial period ended 31 March 2015.

- 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.**

Please refer to item 4 above. The adoption of the new or revised Singapore Financial Reporting Standards (FRS) and Interpretations (INT FRS) had no material effect on the Group's accounting policies and had no significant impact on the Group's financial statements.

6. Losses 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	
	31/12/2015	31/08/2014
Losses per ordinary share from continuing operations of the group, after deducting any provision for preference dividends (in SGD cents):		
(a) Based on weighted average number of ordinary shares on issue; and	(0.21)	(0.11)
Weighted average number of ordinary shares for basic losses per share computation	655,839,530	670,120,238
(b) On a fully diluted basis	(0.21)	(0.11)
Weighted average number of ordinary shares adjusted for the effect for dilution	655,839,530	670,120,238

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		Company	
	31/12/2015	31/03/2015	31/12/2015	31/03/2015
Net asset value per ordinary share based on issued share capital at the end of the respective periods (in SGD cents):	6.00	7.27	5.72	6.90
No. of ordinary shares used in computing net asset value	656,174,867	653,180,838	656,174,867	653,180,838

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 PERFORMANCE (3Q2016 VS 3Q2015)

Revenue

The Group's oil business continues to be the key revenue contributor for the current quarter. As mentioned in our previous quarters' results, there is no comparative information as the acquisition of Biofuel Research Pte Ltd ("Biofuel") was only completed in October 2014 and the Group's oil trading business had only started in this quarter. Prior to this, the Group was involved in the trading of minerals which had been disposed in November 2014. Gross profit for the business was S\$602K with gross margins of 38%. This was an increase over the last quarter (ending September 2015) of S\$568K.

REVIEW OF PERFORMANCE (3Q2016 VS 3Q2015)

Operating Expenses

Selling and distribution expenses are largely attributed to Biofuel business costs. General and administrative expenses amounted to S\$1.4 million from S\$736,000 for 3Q2015. The increase of 190% were mainly attributable to Biofuel's overheads. During the quarter, depreciation amounted to S\$0.2 million with the investments in Biofuel's new plant, legal expenses of S\$0.1 million incurred for the legal case mentioned in Note 10 below, and rental penalties of S\$0.3 million imposed by JTC Corporation ("JTC") on Biofuel for subletting part of its premises without written consent from JTC. Biofuel had written to JTC appealing to reduce the penalties citing reasons that this unauthorised subletting was carried out by previous management and Biofuel under the current management had since tried to ratify by seeking approval from JTC which was rejected, and as a result, Biofuel evicted the tenant in October 2015.

Other Income and Expenses

Other expenses of S\$205,000 mainly comprised of exchange losses for the translation of foreign currency balances.

Loss After Tax

The Group recognized the share of results of associate losses from its 49% acquisition of SG Support Service Pte Ltd ("SGSS") on 11 May 2015 amounting to S\$304,000 during this quarter. As a result of the above, the Group reported a loss before tax of S\$1.4 million.

EBITDA from continuing operations, excluding extraordinary losses

The Group has an overall negative EBITDA of S\$1.14 million during this quarter mainly due to the reasons mentioned above. Excluding the losses from SGSS, the one-off rental penalties and exchange losses, the Group's EBITDA was S\$0.3 million.

REVIEW OF FINANCIAL POSITION (3Q2016 VS FYE 2015)

Non-Current Assets

In addition to the SGSS acquisition as reported previously, USP Industrial Pte Ltd ("USPI") also received the delivery of new plant and machinery of S\$5.16 million and the amount is reclassified from other receivables and prepayments to property, plant and equipment as full amount had been paid previously.

Current Assets

Cash and short term deposits reduced to S\$8.6 million (FYE 31.03.2015: S\$16.2 million) largely due to the acquisition of SGSS (S\$1.5 million), the repayment of Biofuel's construction loan with Hong Leong Finance (S\$2.65 million), the Company's share buyback exercise (S\$3.5 million). Trade receivables for the Group increased to S\$1.3 million as at 3Q2016 from S\$0.7 million largely due to the commencement of the oil trading business under USP Oil.

The decrease in the Group's other receivables and prepayments were mainly due to the reclassification of S\$5.16 million to property, plant and equipment with the delivery of USPI's plant and machinery, partially offset by a deposit of S\$1.3 million made by the Company on behalf of Biofuel to the Singapore High Court with respect to its lawsuit with Biofuel's former Managing Director and shareholder (see Note 10).

Non-Current and Current Liabilities

The increased in loan and borrowings was due to a new loan of S\$4.2 million drawn down by Biofuel for working capital purposes.

REVIEW OF FINANCIAL POSITION (3Q2016 VS FYE2015)

Cash Flow

Group cash decreased to S\$8.6 million as at 31 December 2015 compared to the corresponding period ending 31 August 2014, largely because of:

- a. the acquisition of 49% of SGSS and 51% of Biofuel (\$5.1 million);
- b. repayment of Biofuel's bank loans and shareholder loans (S\$5.0 million);
- c. investment in plant and equipment in the oil business (S\$14.0 million);
- d. investment in property development in 71 Blandford Drive ("Blandford Property") (S\$0.6 million);
- e. investments in quoted securities (S\$3.2 million); and
- f. the Company's share buy-back exercise (S\$4.5 million).

The Group remains in a healthy cash position and is confident the oil business will continue to generate healthy operating cashflow.

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

Not applicable.

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

As previously announced, the Group will continue actively to pursue opportunities to expand its business into the oil blending and distribution, and property development. It is also exploring new businesses through potential acquisitions as announced in December 2015.

Oil business

As announced in our previous quarter's results, the Group has started its first oil trading business in July 2015 and is expected to generate healthy operating cash flow for the Group. Poor oil prices affected our oil business in the 3Q 2015 and while not certain how long it will continue, the Group continues to enjoy good margins and low inventory holding costs.

Property Development business

With regards to the Group's Blandford Property, it had received the permit from the Building and Construction Authority to carry out works in September 2015 and had completed the demolition of the existing structure and construction of the new property will commence in the first 3 months of 2016. The Group is currently reviewing other potential projects and would update the shareholders when appropriate.

Updates on winding Up Application Against Biofuel Research Pte Ltd

The Group had on 22 May 2015 announced that a former director (the "Claimant") of the Company's subsidiary, Biofuel Research Pte Ltd ("Biofuel"). The Claimant was also a shareholder of Biofuel and the former Managing Director. The Claimant had filed a winding up application with the Singapore High Court (the "Court") against Biofuel (the "Application"). The Application relates to a claim arising from an alleged director's loan made by the Claimant to Biofuel before the Company became a shareholder of Biofuel. The total sum claimed against Biofuel pursuant to the Application is S\$1.37 million (the "Claim"). In addition, on 20 May 2015, Biofuel commenced separate legal proceedings against the Claimant for various breaches of his duties whilst he was a director and the Managing Director of Biofuel (the "Biofuel's Claim").

The Group previously updated that the Application was heard on 12 June 2015. Biofuel opposed the Application as, inter alia, Biofuel disputed the Claim. After hearing parties, the Court granted a conditional order allowing the dismissal of the Application subject to Biofuel making payment into Court. In accordance with the Court order, Biofuel made payment into Court on 22 June 2015, and the Application was dismissed.

The Group had also previously given an update that after the Application was dismissed, the Claimant filed a civil suit in the High Court making the Claim. His suit and Biofuel's suit against him making the Biofuel Claim are on-going.

The parties are concurrently making an attempt at resolving the disputes by way of mediation. The Court has directed that the mediation be completed by 4 March 2016.

The Company will update the market as and when there is any significant event or conclusion to the proceedings.

Acquisition of Koon Cheng Development Pte Ltd:

The Company announced on 18 December 2015 and 8 January 2016 relating to the proposed acquisition of Koon Cheng Development Pte Ltd for a consideration of S\$32,000,000 through a cash consideration of S\$24,000,000 and the issuance of the Company's shares for the remaining amount (the "**Consideration Shares**"). It has already received the letter of offer from a local bank for the financing of S\$24,000,000. It will be satisfying the issuance of the Consideration Shares, amounting to 131,578,947 Shares, by way of: (i) issuance of 117,633,576 new Shares (the "**New Shares Portion**") and (ii) transfer of 13,945,371 treasury shares from the Company's share buy-back account (the "**Treasury Shares Portion**") and the acquisition is scheduled to complete by 29 February 2016.

The Company has the authority to issue Shares under the general mandate approved by the Shareholders at the Company's annual general meeting held on 31 July 2015 (the "**General Mandate**"). The New Shares Portion will be issued pursuant to the General Mandate. Accordingly, the Company has made an application to the SGX-ST for the dealing in, listing of and quotation of the New Shares Portion on the Main Board of the SGX-ST and will update the Shareholders on the outcome of the application in due course. The Company will also inform the Shareholders upon the transfer of the Treasury Shares Portion as required under Rule 704(28).

Subject to the completion of the acquisition of Koon Cheng Development Pte Ltd, the Group will be able to consolidate the revenue and profits of Koon Cheng Development Pte Ltd which derives its revenue mainly from rental income of its dormitories and its sub-units. As at FYE June 2015, Koon Cheng Development Pte Ltd achieved an annual revenue of S\$3.7 million and a net profit after tax of S\$1.7 million.

Proposed Acquisition of Supratechnic Pte Ltd:

The Company has also entered into a conditional sale and purchase agreement ("**SPA**") dated 12 December 2015 with the shareholders of Supratechnic Pte Ltd (the "**Target**") to acquire 100% of the Target. Consideration for the Proposed Acquisition was agreed to be S\$12,340,000 in cash and 64,000,000 new Shares in the Company (the "**Consideration Shares**").

The **Proposed Acquisition** constitutes a major transaction. Accordingly, it is subjected to the approval of Shareholders under Rule 1014 of the listing manual of the SGX-ST ("**Listing Manual**"). The Proposed Acquisition is pursuant to the Company's proposal to expand the scope of the Group's existing business to include the trading of marine equipment and industrial machinery and equipment ("**Proposed Diversification of Business Scope**"). An extraordinary general meeting will be required to seek Shareholders' approval for the **Proposed Acquisition and Proposed Diversification of Business Scope** at a later date.

Share Consolidation Exercise

The Group intends to do a share consolidation exercise as previously announced on 19 October 2015 after taking into consideration the new SGX requirements for the minimum trading price with effect from 2 March 2015.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

No dividend has been declared.

(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 or recommended for the financial period ended 31 December 2015.

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

The Company does not have any IPT mandate.

14. Negative Assurance Confirmation

The Directors confirm that to the best of our knowledge, nothing has come to the attention of the Board of Directors of USP Group Limited which may render these unaudited interim financial results as at 31 December 2015 to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

Li Hua
Executive Chairman/CEO
1 February 2016