

Financial Statement & Dividend Announcement for the Full Year Ended 31 December 2015 (Unaudited)
1(a) A statement of comprehensive income for the Group together with a comparative statement for the corresponding period of the immediately preceding financial year.

	GROUP Q4			GROUP 12 months ended		
	1.10.2015 to 31.12.2015 S\$'000	1.10.2014 to 31.12.2014 S\$'000	+ / (-) %	31 Dec 2015 S\$'000	31 Dec 2014 S\$'000	+ / (-) %
Continuing Operations						
Revenue	80	53	50.9	817	339	141.0
Cost of sales	(129)	(187)	(31.0)	(841)	(723)	16.3
Gross (loss)	(49)	(134)	(63.4)	(24)	(384)	(93.8)
Other operating (expenses)/income						
- Net loss from investment trading activities	(107)	(1,501)	(92.9)	(1,408)	(9,966)	(85.9)
- Net gain from derivative receivables	-	34,250	(100.0)	-	36,906	(100.0)
- Net loss from derivative instruments and other assets / liabilities	(219)	(504)	(56.5)	(1,237)	(2,365)	(47.7)
Other (losses) / income	(57)	64	(189.1)	89	64	39.1
Administrative expenses	(743)	(410)	81.2	(2,449)	(1,605)	52.6
Other expenses	(29,572)	(27,516)	7.5	(30,869)	(28,369)	8.8
Finance income	219	-	n.m	219	-	n.m
Finance costs	(1)	(1)	-	(5)	(5)	-
(Loss) / profit before tax	(30,529)	4,248	(818.7)	(35,684)	(5,724)	523.4
Tax (expense) / credit	(13)	47	(127.7)	(13)	40	(132.5)
(Loss) / profit from continuing operations	(30,542)	4,295	(811.1)	(35,697)	(5,684)	528.0
Discontinued Operations						
Loss from discontinued operations	(13,465)	-	n.m	(13,465)	(107)	12,484.1
Total (loss) / profit	(44,007)	4,295	(1,124.6)	(49,162)	(5,791)	748.9
Other comprehensive (loss) / income, net of tax						
Items that may be reclassified subsequently to profit or loss:						
Exchange differences on translation of foreign operations	82	182	(54.9)	(1,419)	67	(2,217.9)
Total comprehensive (loss) / income	(43,925)	4,477	(1,081.1)	(50,581)	(5,724)	783.7
(Loss) / profit attributable to:						
Owners of the Company	(43,846)	4,547	(1,064.3)	(48,984)	(5,405)	806.3
Non-controlling interests	(161)	(252)	(36.1)	(178)	(386)	(53.9)
Total comprehensive (loss) / income attributable to:						
Owners of the Company	(43,764)	4,729	(1,025.4)	(50,403)	(5,338)	844.2
Non-controlling interests	(161)	(252)	(36.1)	(178)	(386)	(53.9)

*n.m : not meaningful

1(b)(i) Statements 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 Dec 2015 (Unaudited) S\$'000	31 Dec 2014 (Audited) S\$'000	31 Dec 2015 (Unaudited) S\$'000	31 Dec 2014 (Audited) S\$'000
ASSETS				
Non-current Assets :				
Subsidiaries	-	-	10,765	24,504
Goodwill	-	13,709	-	-
Property, plant and equipment	64	144	31	32
Investment properties	9,540	11,803	-	-
Investment in joint venture	707	-	-	-
Available-for-sale investments	6,142	6,142	6,142	6,142
	16,453	31,798	16,938	30,678
Current Assets :				
Inventories	-	9	-	-
Derivative receivables and other assets	-	10	-	2
Investments held for trading	308	7,066	111	6,330
Investment in fixed income instruments	5,213	-	5,213	-
Trade receivables	1,332	30,856	1,331	30,855
Other receivables and prepayments	3,720	743	3,051	1,726
Cash and cash equivalents	2,578	5,164	954	3,148
	13,151	43,848	10,660	42,061
Assets classified as held for sale	-	5,112	-	-
	13,151	48,960	10,660	42,061
TOTAL ASSETS	29,604	80,758	27,598	72,739
LIABILITIES AND EQUITY				
Non-Current Liabilities :				
Finance lease liabilities	-	21	-	-
Deferred tax liabilities	376	428	-	-
	376	449	-	-
Current Liabilities :				
Trade and other payables	13,494	2,889	8,138	8,365
Derivative payables and other liabilities	-	9,491	-	-
Provision for directors' fees	211	196	211	196
Finance lease liabilities	21	51	-	-
	13,726	12,627	8,349	8,561
Liabilities directly associated with assets classified as held for sale	-	2,685	-	-
	13,726	15,312	8,349	8,561
Equity :				
Share capital	121,571	121,571	121,571	121,571
Assets revaluation reserve	3,099	3,046	-	-
Share awards reserve	678	-	678	-
Share options reserve	958	546	958	546
Foreign currency translation reserve	(571)	848	-	-
Accumulated losses	(110,806)	(61,765)	(103,958)	(57,939)
Equity attributable to owners of the Company	14,929	64,246	19,249	64,178
Non-controlling interests	573	751	-	-
	15,502	64,997	19,249	64,178
TOTAL LIABILITIES AND EQUITY	29,604	80,758	27,598	72,739

1(b)(ii) Group Borrowings

	GROUP		COMPANY	
	31 Dec 2015 (Unaudited) S\$'000	31 Dec 2014 Audited S\$'000	31 Dec 2015 (Unaudited) S\$'000	31 Dec 2014 Audited S\$'000
Amount repayable within one year	21	51	-	-

The borrowing relates to finance lease liabilities secured on a fixed asset purchased.

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		GROUP	
	Q4		12 months ended	
	1.10.2015 to 31.12.2015 S\$'000	1.10.2014 to 31.12.2014 S\$'000	31 Dec 2015 S\$'000	31 Dec 2014 S\$'000
Cash flows from operating activities :				
(Loss) / profit before income tax	(43,994)	4,248	(49,149)	(5,831)
Adjustments for :				
Fair value loss on investments held for trading	107	1,501	1,408	9,966
Fair value (gain) / loss on derivative instruments and other assets/liabilities	219	504	1,237	2,365
Fair value gain on derivative receivables	-	(34,250)	-	(36,906)
Fair value (gain)/ loss on investment property (Reversal of allowance) / allowance for impairment loss on property, plant and equipment	(43)	464	(43)	442
Impairment loss on trade receivables	(12)	48	(12)	22
Impairment loss on goodwill	29,524	26,653	29,524	26,653
Write off of property, plant and equipment	13,709	-	13,709	-
Write off of inventories	2	15	2	15
Write off of other debtor, deposit & prepayment	7	2	7	2
Loss on disposal of property, plant and equipment	-	9	-	213
Depreciation of property, plant and equipment	10	4	10	4
Provision for unutilized leave	21	65	82	271
Provision for directors' fee	6	4	46	52
Net unrealised foreign exchange (gain) / loss	31	30	125	109
Trade and other creditors written back	(97)	115	617	56
Share awards reserve	-	-	(3)	-
Share options reserve	247	-	678	-
Write back of losses arising from disposal of assets classified as held for sale	153	-	412	-
Finance income	(244)	-	(244)	-
Finance costs	(219)	-	(219)	-
Operating cash flows before working capital Changes	1	1	5	5
Investments held for trading	(572)	(587)	(1,808)	(2,562)
Inventories	5,681	(5,105)	5,350	(4,554)
Investment in fixed income instruments	-	-	-	(69)
Trade and other receivables and prepayments	(5,000)	-	(5,000)	-
Derivative payables and other liabilities	(531)	(385)	(854)	(435)
Trade and other payables	-	228	-	228
Provision for directors' fees	(64)	9	(162)	425
Cash used in operations	(20)	-	(110)	-
Interest paid	(506)	(5,840)	(2,584)	(6,967)
Tax paid	(1)	(1)	(5)	(5)
Net cash used in operating activities	-	-	(2)	-
Cash flows from investing activities :	(507)	(5,841)	(2,591)	(6,972)
Interest received	6	-	6	-
Purchase of property, plant and equipment	(3)	-	(3)	(74)
Proceed from sale of property, plant and equipment	2	2	2	2
Payments for joint venture investment	-	-	(707)	-
Proceed from disposal of investment properties	-	23	758	525
Net cash generated from investing activities	5	25	56	453

	GROUP		GROUP	
	Q4		12 months ended	
	1.10.2015 to 31.12.2015 S\$'000	1.10.2014 to 31.12.2014 S\$'000	31 Dec 2015 S\$'000	31 Dec 2014 S\$'000
Cash flows from financing activities				
Repayment of finance lease	(13)	(12)	(51)	(51)
Net proceeds from rights issue	-	8,983	-	8,983
Net cash (used) in / generated from financing activities	(13)	8,971	(51)	8,932
Net (decrease) / increase in cash and cash equivalents	(515)	3,155	(2,586)	2,413
Cash and cash equivalents at the beginning of the period/year	3,093	2,009	5,164	2,751
Cash and cash equivalents at the end of the period/year	2,578	5,164	2,578	5,164

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

	Share capital	Share awards reserve	Share options reserve	Foreign currency translation reserve	Accumulated (losses)	Asset revaluation reserve	Attributable to equity holders of the Company	Non-controlling interest	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
GROUP									
Balance as at 1.1.2015	121,571	-	546	848	(61,765)	3,046	64,246	751	64,997
Loss for the year	-	-	-	-	(48,984)	-	(48,984)	(178)	(49,162)
Other comprehensive loss: Exchange differences on translating foreign operations	-	-	-	(1,419)	-	-	(1,419)	-	(1,419)
Total other comprehensive loss for the year, net of tax	-	-	-	(1,419)	-	-	(1,419)	-	(1,419)
Total comprehensive loss for the year	-	-	-	(1,419)	(48,984)	-	(50,403)	(178)	(50,581)
Reclassification of reserves	-	-	-	-	(57)	53	(4)	-	(4)
Share awards reserve	-	678	-	-	-	-	678	-	678
Share options reserve	-	-	412	-	-	-	412	-	412
Balance as at 31.12.2015	121,571	678	958	(571)	(110,806)	3,099	14,929	573	15,502
Balance as at 1.1.2014	112,588		546	781	(56,360)	3,046	60,601	1,137	61,738
Loss for the year	-	-	-	-	(5,405)	-	(5,405)	(386)	(5,791)
Other comprehensive income: Exchange differences on translating foreign operations	-	-	-	67	-	-	67	-	67
Total other comprehensive income for the financial year, net of tax	-	-	-	67	-	-	67	-	67
Total comprehensive income/ (loss) for the year	-	-	-	67	(5,405)	-	(5,338)	(386)	(5,724)
Contributions by owners:									
Proceeds from rights issue	9,316	-	-	-	-	-	9,316	-	9,316
Share issue expenses	(333)	-	-	-	-	-	(333)	-	(333)
Balance as at 31.12.2014	121,571		546	848	(61,765)	3,046	64,246	751	64,997

	Share capital S\$'000	Share awards reserve S\$'000	Share options reserve S\$'000	Accumulated losses S\$'000	Total S\$'000
COMPANY					
Balance as at 1.1.2015	121,571	-	546	(57,939)	64,178
Loss for the financial year	-	-	-	(46,019)	(46,019)
Other comprehensive income for the financial year	-	-	-	-	-
Total comprehensive loss for the financial year	-	-	-	(46,019)	(46,019)
Share awards reserve	-	678	-	-	678
Share options reserve	-	-	412	-	412
Balance as at 31.12.2015	121,571	678	958	(103,958)	19,249
COMPANY					
Balance as at 1.1.2014	112,588	-	546	(61,771)	51,363
Profit for the financial year	-	-	-	3,832	3,832
Other comprehensive income for the financial year	-	-	-	-	-
Total comprehensive loss for the financial year	-	-	-	3,832	3,832
Contributions by owners					
Proceeds from right issue	9,316	-	-	-	9,316
Share issue expenses	(333)	-	-	-	(333)
Balance as at 31.12.2014	121,571	-	546	(57,939)	64,178

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.

There was no change in the Company's share capital. It remained at 4,396,750,145 ordinary shares since the end of the previous period.

The share awards and share options outstanding during the year were as follows:-

GROUP / COMPANY	No. of share awards	No. of share options
Balance as at 1 Jan 2015	-	-
Grant of share awards / share options	95,000,000	95,000,000
Lapse of awards / options upon cessation of staff employment	(1,000,000)	(1,500,000)
Balance not vested as at 31 Dec 2015	94,000,000	93,500,000

The share awards were not vested as at 31 December 2015.

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.

GROUP / COMPANY	No. of shares
Balance as at 1 Jan 2015 and 31 Dec 2015	4,396,750,145
Balance as at 1 Jan 2014	3,465,182,495
Issue of rights shares	931,567,650
Balance as at 31 Dec 2014	4,396,750,145

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.

There was no treasury share in issue during the year under review and its previous corresponding year.

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.

The accounting policies and methods of computation applied by the Group are consistent with those used in its most recently audited financial statements.

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

The Group has adopted the same accounting policies and method of computations in the financial statements for the current financial period reported as in the last audited financial statements.

6. (Losses) / 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 preferential dividends.

	GROUP Q4		GROUP 12 months ended	
	1.10.2015 to 31.12.2015 Cents	1.10.2014 to 31.12.2014 Cents	31 Dec 2015 Cents	31 Dec 2014 Cents
(Losses) / Earnings per ordinary share based on net loss attributable to shareholders calculated on:				
(i) weighted average number of ordinary shares	(1.00)	0.13	(1.12)	(0.16)
(ii) a fully diluted basis	(1.00)	0.13	(1.12)	(0.16)

Losses per ordinary share for Q4 2015 was calculated based on the weighted average number of shares of 4,396,750,145 (Q4 2014: 3,981,594,997) in issue during the period. The fully diluted losses per ordinary share for Q4 2015 was calculated based on the weighted average number of shares of 4,396,750,145 (Q4 2014: 3,981,594,997) in issue during the period.

Diluted loss per share was calculated based on the weighted average number of ordinary shares adjusted for the effects of all dilutive potential ordinary shares. Shares awards and share options granted and warrants issued were excluded from the calculation of the diluted weighted average number of ordinary shares, as their effects are anti-dilutive.

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 Dec 2015 Cents	31 Dec 2014 Cents	31 Dec 2015 Cents	31 Dec 2014 Cents
Net asset value per ordinary share based on existing issued share capital	0.35	1.48	0.44	1.46

Computation of net asset value per ordinary share was based on 4,396,750,145 issued ordinary shares at the end of the period under review (2014: 4,396,750,145 ordinary shares).

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) seasonable 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.**

Comments on the Statements of Comprehensive Income

Q4 2015 vs Q4 2014

Revenue in the quarter ended 31 December 2015 ("Q4 2015") increased to S\$0.08 million from S\$0.05 million in the previous corresponding quarter ended 31 December 2014 ("Q4 2014"), due to increased sales of marketable securities. The Group realised a *gross loss* of S\$0.05 million in Q4 2015 as compared to a gross loss of S\$0.1 million in Q4 2014.

Unrealised losses from *investment trading activities* declined to S\$0.1 million in Q4 2015 from S\$1.5 million in Q4 2014. These unrealised fair value losses from the Group's investments trading activities reflect the changes in the market value of the Group's investments in marketable securities.

Unrealised gain arising from *derivative receivables* amounted to S\$34.3 million in Q4 2014. This was due to the completion of the Sale and Purchase Agreement dated 7 September 2013 ("S&P") entered into by the Group to sell certain marketable securities, in December 2014.

There was an unrealised loss of S\$0.2 million from *derivative instruments and other assets* in Q4 2015, compared to an unrealised loss of S\$0.5 million in Q4 2014. These unrealised gain and loss were mainly due to fair value changes arising from the Group's investments in derivatives. These fair value gain and loss reflect the changes in market value of the underlying assets.

Other losses / income comprised mainly of the Group's net realised investment losses.

Administrative expenses increased to S\$0.7 million in Q4 2015 from S\$0.4 million in Q4 2014. The increase was mainly due to a non-cash expense of S\$0.4 million arising from the grant of share awards and share options in 2015.

Other expenses increased to S\$29.6 million in Q4 2015 as compared to S\$27.5 million in Q4 2014. *Other expenses* in Q4 2015 was mainly due to further provision for impairment of trade receivable. The trade receivable represents the net receivable arising from the completion of the S&P. This net trade receivable was due on 30 September 2015 and was extended to 30 September 2016. The trade debtor had provided collaterals by way of third party pledged shares in another Singapore listed company ("Pledged Shares") for their obligations. The market value of the Pledged Shares declined to S\$1.3 million. Accordingly, the Company decided to make further provision of impairment loss of S\$29.5 million.

Finance income of S\$0.2 million in Q4 2015 represents mainly interest income derived from the Company's investment in fixed income instruments.

There was a loss of S\$30.5 million arising from continuing operations in Q4 2015 as compared to a profit of S\$ 4.2 million in 2014. This was mainly due to absence of gain from derivative receivables.

The loss of S\$13.5 million arising from the *discontinued operations* in Q4 2015 was mainly due to an impairment of goodwill of S\$13.7 million. The Company had on 29 November 2013 entered into a sale and purchase agreement for the acquisition of 81.82 % of the issued share capital of Extera Pte Ltd ("Extera") for a purchase consideration of S\$17.1 million. The Company had provisionally determined and recognised goodwill of S\$13.7 million as the excess of the value of the purchase consideration over the value of the net identifiable assets in its 2013 financial statements. Extera is an investment holding company and its sole investment is its 90% equity interest in Dezhou Sheng Rong Gas Co. Ltd. ("Sheng Rong"). Sheng Rong is principally engaged in the ownership and operation of CNG refilling stations and natural gas supply and distribution business in Shandong province, the People's Republic of China ("PRC"). The Purchase Consideration was arrived at after taking into consideration, inter alia, the then contemplated plans and its growth potential in the natural gas distribution business in the PRC. The CNG refilling stations business have become very competitive due to the entrance of state owned oil and gas companies into the retail CNG refilling stations business. The Company, after due consideration of the dim prospects of the CNG refilling stations business, its business plan and strategy, decided to exit the CNG refilling stations business in the PRC. Accordingly, the Company has decided to exit its CNG refilling stations business in the PRC and make a full impairment of goodwill.

The exchange gain on *translation of foreign operations* decreased to S\$0.1 million in Q4 2015, from S\$0.2 million in Q4 2014. The exchange differences were mainly due to the exchange rate of the Malaysian Ringgit against the Singapore Dollar. The Group recorded these exchange differences when it translated the financial statements of its Malaysian subsidiaries into Singapore Dollar for reporting purposes.

FY 2015 vs FY 2014

Business segments	Location	FY2015 S\$'000	FY2014 S\$'000	Variance %
Investment trading	Singapore	815	336	142.6
Products trading	Other Asian countries	2	3	(33.3)
<i>Revenue from Continuing operations</i>		<i>817</i>	<i>339</i>	<i>141.0</i>
Products trading	Other Asian countries	-	486	(100)
<i>Revenue from Discontinued operations</i>		<i>-</i>	<i>486</i>	<i>(100)</i>
TOTAL REVENUE		817	825	(1.0)

Revenue contributed from *continuing operations* increased to S\$0.8 million in the year ended 31 December 2015 ("FY 2015") from S\$0.3 million in the year ended 31 December 2014 ("FY 2014"). *Gross loss* from *continuing operations* decreased to S\$0.02 million in FY 2015 from S\$0.4 million in FY 2014.

Revenue from *discontinued operations* was S\$0.5 million in FY2014. This was derived from the CNG refilling stations business in the PRC. The Group ceased to derive income from this business in FY2015. *Gross loss* from *discontinuing operations* was S\$0.1 million in FY 2014.

Unrealised losses from *investment trading activities* fell to S\$1.4 million in FY 2015 from S\$10.0 million in FY 2014. These fair value losses reflect the changes in the market value of the Group's investments in marketable securities.

Unrealised gain from *derivative receivables* was S\$36.9 million in FY 2014. This was due to the S&P entered into by the Group, wherein the Group had agreed to sell certain marketable securities. The transaction was subsequently completed in December 2014.

Unrealised losses from *derivative instruments and other assets* decreased to S\$1.2 million in FY 2015 from S\$2.4 million in FY 2014. These were mainly due to fair value losses from the Group's investments in derivatives. These fair value losses reflect changes in market value of the underlying assets.

Other income comprised mainly of the Group's net realised investment gain.

Administrative expenses increased to S\$2.4 million in FY 2015 from S\$1.6 million in FY 2014, mainly due to a non-cash expense of S\$1.1 million arising from the grant of share awards and share options in 2015.

Other expenses increased to S\$30.9 million in FY 2015 from S\$28.4 million in FY 2014, mainly due to further provision for impairment in respect of its trade receivable.

Finance income of S\$0.2 million in 2015 represents mainly interest income derived from the Company's investment in fixed income instruments.

The loss from continuing operations increased to S\$ 35.7 million in FY 2015 from S\$5.7 million in FY 2014, mainly due to (i) the absence of gain from derivative receivables, but partly offset by (ii) the decrease in losses arising from the Group's investment trading activities.

The loss of S\$13.5 million arising from *discontinued operations* in FY 2015 was mainly due to an impairment of goodwill.

There was an exchange loss on *translation of foreign operations* of S\$1.4 million in FY 2015 as compared to an exchange gain of S\$0.1 million in FY 2014. The exchange loss was mainly due to the depreciation of the Malaysian Ringgit against the Singapore Dollar. The Group recorded these exchange differences when it translated the financial statements of its Malaysian subsidiaries into the Singapore Dollar for reporting purposes.

Losses from different segments in which the Group operated is as follows.

Business segments	Location	FY 2015 S\$'000	FY 2014 S\$'000	%
Investment trading	Singapore	(32,271)	(29,246)	10.3
Products trading	Other Asian countries	(793)	(807)	(1.7)
Investment holding	Singapore	(15,329)	25,054	(161.2)
Investment holding	Other Asian countries	(751)	(827)	(9.2)
LOSSES		(49,144)	(5,826)	743.53

Review of the Statements of Financial Position as at 31 December 2015 compared with 31 December 2014

Goodwill of S\$13.7 million arose from the acquisition of an 81.82% equity interest in Extera in 2013. The Group has determined that the goodwill associated with the Group's acquisition of Extera be fully impaired.

There was no material change for *property, plant and equipment* in Q4 2015 as compared to Q4 2014.

Investment properties comprised residential and commercial properties which were held for income and capital gain, decreased to S\$9.5 million as at 31 December 2015 from S\$11.8 million as at 31 December 2014. The decrease was mainly due to (i) disposal of investment property during FY 2015, and (ii) exchange rate translation losses.

Investment in joint venture represents a 50% participating interest in a gold exploration and exploitation concession in the Kyrgyz Republic. This investment is owned by Golden Eagle Mining Pte Ltd, a wholly-owned subsidiary.

The Group's *available-for-sale investments* as at 31 December 2015 was S\$6.1 million, comprising:

- (i) the rights to receive the net proceeds of 60 finished lots of land situated at Sawyer Falls, Pierce County, Washington State, USA, amounting to S\$4.6 million; and
- (ii) an equity investment in Trackplus Sdn Bhd with a valuation of S\$1.5 million.

Overall, non-current assets decreased to S\$16.4 million as at 31 December 2015 from S\$31.8 million as at 31 December 2014, mainly due to the impairment of goodwill.

Current assets decreased to S\$13.1 million as at 31 December 2015 from S\$49.0 million as at 31 December 2014. The changes were due to:

- *Investments held for trading* decreased to S\$0.3 million as at 31 December 2015 from S\$7.1 million as at 31 December 2014. This was mainly due to (i) sale of investments held for trading of S\$5.4 million, and (ii) loss of approximately S\$1.4 million.
- *Investment in fixed income instruments* represents the Company's investment in bonds and its accrued interest.
- *Trade receivables* decreased to S\$1.3 million as at 31 December 2015 from S\$30.9 million as at 31 December 2014. The decrease was mainly due to a further provision of impairment of S\$29.5 million made against trade receivables. Trade receivables represent the net receivable (after provision of impairment) arising from the completion of the S&P.
- *Other receivables and prepayments* increased to S\$3.7 million as at 31 December 2015 from S\$0.7 million from 31 December 2014. The increase was mainly due to recovery of payment of RMB11 million (approximately S\$2.4 million) for land right use and construction cost of the CNG station by Sheng Rong from its 10% shareholder.
- *Cash and cash equivalents* decreased to S\$2.6 million as at 31 December 2015 compared to S\$5.2 million as at 31 December 2014.
- *Assets classified as held for sale* decreased to nil as at 31 December 2015 from S\$5.1 million as at 31 December 2014, mainly due to recovery from its 10% shareholder of payment made by Sheng Rong for the land use right and construction of the CNG station, and setoff *liabilities directly associated with assets classified as held for sale* of S\$2.7 million.

There was no material change in inventories, and derivative receivables and other assets at 31 December 2015 as compared to 31 December 2014.

Trade and other payables increased to S\$13.5 million as at 31 December 2015 from S\$2.9 million as at 31 December 2014. The increase was mainly due to closing of certain loss positions in derivative instruments.

Derivative payables and other liabilities decreased to nil as at 31 December 2015 from S\$9.5 million as at 31 December 2014. The decrease was mainly due to closing of certain loss positions in derivative instruments.

There were no material changes for *provision for directors' fees*, and *finance lease liabilities* as at 31 December 2015 as compared to 31 December 2014.

Liabilities directly associated with assets classified as held for sale decreased to nil as at 31 December 2015 from S\$2.7 million as at 31 December 2014.

As at 31 December 2015 current liabilities decreased to S\$13.7 million from S\$15.3 million as at 31 December 2014.

Current liabilities exceeded current assets by S\$0.5 million as at 31 December 2015. The Group's working capital became negative, mainly due to decrease in investments held for trading, and trade receivables.

As at 31 December 2015, the Group's current ratio was 1.0 times, as compared to 3.2 times as at 31 December 2014.

There were no material changes for non-current liabilities as at 31 December 2015 as compared to 31 December 2014. Non-current liabilities comprised mainly of deferred tax liabilities. Deferred tax liabilities represent the estimated tax payable calculated on the difference between the carrying amount of the Group's investment properties and its costs.

Total equity decreased to S\$15.5 million as at 31 December 2015 from S\$65.0 million as at 31 December 2014. The decrease was mainly due to the total comprehensive loss of S\$50.6 million.

Comments on Cashflow

Q4 2015 vs Q4 2014

Operating cash outflows before working capital changes in Q4 2015 were S\$0.6 million. These outflows were partly financed by net sale of investments held for trading of S\$5.7 million, but partly offset by (i) increase of S\$5.0 million in investment in fixed income instruments, and (ii) increase in trade and other receivables of S\$0.5 million.

Operating cash outflows before working capital changes in Q4 2014 were S\$0.6 million. There was a net proceeds of S\$9.0 million from a rights issue, but partly setoff an investment of S\$5 million in a fund.

FY 2015 vs FY 2014

Operating cash outflows before working capital changes in FY 2015 were S\$1.8 million. The operating cash outflows after working capital changes increased to S\$2.6 million, mainly due to (i) S\$5.0 million in investment in fixed income instruments, and (ii) increase in trade and other receivables of S\$0.9 million, but partly offset by net sale of investments held for trading of S\$5.4 million. There was S\$0.8 million sales proceeds from sale of investment properties, and payment for investment in a joint venture of S\$0.7 million.

Operating cash outflows before working capital changes in FY 2014 were S\$2.6 million. The operating cash outflows after working capital changes increased to S\$7.0 million, mainly due to an investment of S\$5 million in a fund. There was a net cash inflow from investing activities of S\$0.5 million, mainly due to proceeds from sale of investment properties. There was a net proceeds of S\$9.0 million from a rights issue.

Use of proceeds of the 2014 rights issue and the 2013 share placement

As at 31 December 2015, the use of proceeds of the 2014 rights issue and the 2013 share placement are as follows.

	2014 Rights Issue S\$'000	2013 Share Placement S\$'000
General working capital	898	2,500
Business expansion	-	10,573
Investments at cost, and held in cash and cash equivalents	8,085	16,716
Total	8,983	29,789

The breakdown of usage for general working capital as at 31 December 2015 as follows.

Payroll and employee expenses	207	1,307
General administrative and service expenses	691	1,086
Listing expenses and corporate matter expenses	-	107
General working capital	898	2,500

S\$8.1 million from the 2014 rights issue and S\$16.8 million from the 2013 share placement have been invested in investments or cash and cash equivalents, pending deployment of funds. The rest of the proceeds from the 2014 rights issue and 2013 share placement have been utilised in accordance with the stated purposes.

The Company will provide further updates on the use of the proceeds from the 2014 rights issue and 2013 share placement as and when such proceeds are further disbursed and whether such use is in accordance with the stated use.

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

No forecast or prospect statement has been previously disclosed to shareholders.

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 twelve months.

The Group is primarily engaged in investments and provision of management services to related companies.

Portfolio management in investments held for trading and financial instruments

The Group invests surplus cash that are not immediately required for operations in marketable securities and financial instruments. It constantly evaluates opportunities for such investments. The fair value of the Group's portfolio of marketable securities and financial instruments is subject to external market factors at the time of valuation and this may have an impact on the profit or loss of the Group for the reporting period.

Investments in investment properties

The Group's investment properties are residential and commercial properties held for income and capital gain. The Group had reviewed its investments in investment properties and had decided to dispose of its investment properties in Malaysia.

New investments and/or acquisitions

The Group is presently exploring and evaluating investment and acquisition opportunities, with the aim of building a portfolio of businesses and investments. In particular, the Group is focusing on environmentally-friendly and green technologies, alternative and renewable resources businesses. The Group is actively looking for meaningful investments and acquisitions that can deliver consistent profits and cashflow as well as growth potential.

On 27 February 2015, a subsidiary of the Company entered into an agreement with Aceford Limited and Mr. Liang Gaocheng to establish a Chinese Joint Venture Company ("CJV") in Shandong PRC to market and distribute clean diesel and gasoline. At a board of directors ("the Board") meeting held on 25 February 2016, the Board had reviewed the Group's investment in the PRC and had decided to exit its investment as they are not congruent with the Group's plans and strategy moving forward. The Company has notified the Aceford and Mr Liang of its intention to terminate this joint venture. Mr Liang has yet to procure all the necessary licenses and permits for the contemplated activities of the CJV which has not been established. The Company will update shareholders and when the termination agreement is executed.

On 22 September 2015, the Company entered into a Joint Venture Agreement ("JVA") with Primeforth Renewable Energy Limited ("Primeforth"), to establish a microalgae cultivation and oil extraction project to be located in Singapore. On 21 January 2016, the Company signed a supplemental agreement with Primeforth to provide that a private limited company be incorporated in Singapore or in Malaysia as the case may be, and that the first facility shall be located in Malaysia. The JVA had contemplated to establish the first facility in Singapore, however the search for a suitable site had been unsuccessful. Upon securing a suitable site for the project and barring unforeseen delays in obtaining the necessary permits and approvals (if applicable), the Company expects the construction of the microalgae farm and ancillary facility to complete and be operational in six months. The project is capable of extracting up to 30 tonnes of microalgae oil a day.

Golden Eagle Mining, a wholly owned subsidiary of the Company, acquired a 50% participating interest in a exploration and mining concession in Kuramator region. The exploration and mining licences were issued on 22 January 2014 and are valid till 22 May 2019. The licenses may be extended for a further period of 20 years. The concession covers an area of 63.72 sq.km. This concession area was first explored in 1970 and 1986-87 by Soviet geologists and the historical exploration data indicates that the Kuramator concession contains 3.75 tonnes of gold. The State Agency for Geology and Mineral Resources of the Kyrgyz Republic had reported that the concession area contains 447 kilograms of recoverable alluvial gold. The 2015 work program, from April to September 2015 included geology mapping, drillings and samples collection and other geological works. A total of 500 grab samples have been collected and sent to the laboratory of the State Agency for Geology and Mineral Resources for analysis.

11. **If a decision regarding dividend has been made:-**
- (a) **Whether an interim (final) ordinary dividend has been declared (recommended)**
No dividend has been declared.
 - (b) (i) **Amount per share**
Not applicable.
 - (ii) **Previous corresponding period**
Not applicable.
 - (c) **Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).**
Not applicable.
 - (d) **The date the dividend is payable.**
Not applicable.
 - (e) **The date on which registrable transfers received by the Company (up to 5.00 pm) will be registered before entitlements to the dividend are determined.**
Not applicable.
12. **If no dividend has been declared (recommended), a statement to that effect.**
No dividends have been recommended for the current financial year.
13. **If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.**
No IPT mandate has been obtained, and there is no such transaction during the reported financial year.
14. **Confirmation pursuant to Rule 705(5) of the listing manual**

Wong Chin Yong and Ong Kah Hock, being two directors of Innopac Holdings Limited, do hereby confirm on behalf of the Company that, to the best of their knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the fourth quarter and full year 2015 unaudited financial results to be false or misleading in any material aspect.
- On behalf of the Board of Directors**
- | | |
|--|--|
| Wong Chin Yong
Director | Ong Kah Hock
Director |
| Date: 28 February 2016 | Date: 28 February 2016 |
15. **Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1).**

The Company has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1).

16. Segment information

Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.

(a) Analysis by business segment

	<u>Products trading S\$'000</u>	<u>Investment trading S\$'000</u>	<u>Investment holding S\$'000</u>	<u>Total S\$'000</u>
Group 2015				
Segment revenue	2	815	-	817
Segment results	(793)	(32,271)	(16,080)	(49,144)
Finance cost				(5)
Income tax				(13)
Loss for the financial year				(49,162)
Segment assets	7,997	1,708	19,899	29,604
Segment liabilities	(461)	(12,223)	(1,042)	(13,726)
Deferred tax liabilities				(376)
Total liabilities				(14,102)
Other information				
Capital expenditure	2	-	1	3
Depreciation of property, plant and equipment	2	77	3	82
Group 2014				
Segment revenue	489	336	-	825
Segment results	(807)	(29,246)	24,227	(5,826)
Finance cost				(5)
Income tax				40
Loss for the financial year				(5,791)
Segment assets	10,450	38,076	32,232	80,758
Segment liabilities	(3,145)	(10,990)	(1,198)	(15,333)
Deferred tax liabilities				(428)
Total liabilities				(15,761)
Other information				
Capital expenditure	70	-	4	74
Depreciation of property, plant and equipment	188	77	6	271

(b) Analysis by geographical segment

Segment revenue: Segment revenue was analysed based on the location of customers regardless of where the goods were produced.

Segment assets and capital expenditure: Segment assets and capital expenditure were analysed based on the location of those assets. Capital expenditure included the total cost incurred to acquire property, plant and equipment, and intangible assets.

	Group	
	2015 S\$'000	2014 S\$'000
Segment revenue by geographical market:		
Singapore	815	336
Other Asian countries	2	489
Total	817	825
Segment assets by geographical location:		
Singapore	8,511	42,005
USA	4,600	4,600
Other Asian countries	16,462	34,058
Europe	31	95
Total	29,604	80,758
Segment capital expenditure by geographical location:		
Singapore	1	4
Other Asian countries	2	70
Total	3	74

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

Please refer to section 8 above.

18. **A breakdown of sales as follows:-**

	GROUP		
	Latest Financial Year S\$'000	Previous Financial Year S\$'000	% increase/ (decrease)
(a) Sales reported for first half year	722	441	63.7
(b) Operating (loss) after tax before deducting minority interests reported for first half year	(3,162)	(6,596)	(52.1)
(c) Sales reported for second half year	95	384	(75.3)
(d) Operating (loss) / profit after tax before deducting minority interests reported for second half year	(46,000)	805	(5,814.3)

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

- (a) Ordinary
(b) Preference
(c) Total

Not applicable

20. **Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(13) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.**

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

By order of the Board
Stanley Chu Kam Po
Company Secretary
Date: 28 February 2016