



Second Quarter Financial Statement Announcement 2016

Part 1 - INFORMATION REQUIRED FOR SECOND QUARTER FINANCIAL STATEMENT ANNOUNCEMENT

INTRODUCTION

SUTL Enterprise Limited (Formerly known as Achieva Limited) ("the Company") had on 10th June 2015 completed the acquisition ("RTO" or the "Acquisition") of SUTL Marine Development Pte. Ltd. and One15 Luxury Yachting Pte. Ltd.. The Company, as set out in the circular to the shareholders dated 11th May 2015 ("Circular"), has issued 341,463,414 new shares to satisfy the consideration for the Acquisition on 10th June 2015 and changed its name to SUTL Enterprise Limited.

With the completion of the Acquisition, the Enlarged Group comprises:

- I) SUTL Enterprise Limited and its Operating Subsidiaries (hereinafter refer to as the "Achieva Group") and
- II) SUTL Marina Development Pte. Ltd. and ONE15 Luxury Yachting Pte. Ltd. (hereinafter refer to as the "SUTL Group")

BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS

The Acquisition has been accounted for as a reverse acquisition in accordance with FRS 103, and the legal subsidiary, SUTL Group, was deemed to be the accounting acquirer for accounting purposes.

- a) The consolidated income statement of the Group for the period ended 30 June 2016 referred to the Enlarged Group, which included the results of the SUTL Group and Achieva Group from 1 January 2016 to 30 June 2016.
- b) The consolidated income statement of the Group for the period ended 30 June 2016 referred to the results of the SUTL Group for the period from 1 January 2015 to 30 June 2015 and Achieva Group from 10th June 2015 to 30 June 2015.
- c) The consolidated statement of financial position of the Group as at 31 March 2016 referred to the Enlarged Group, which included the assets and liabilities of the SUTL Group and Achieva Group as at 31 March 2016.
- d) The consolidated statement of financial position of the Group as at 31 December 2015 referred to Enlarged Group, which included the assets and liabilities of the SUTL Group and Achieva Group as at 31 December 2015.
- e) The consolidated cash flow statement of the Group for the year ended 30 June 2016 referred to the Enlarged Group, which included the cash flows of SUTL Group for the period from 1 January 2016 to 30 June 2016 and Achieva Group for the period from 1 January 2016 to 30 June 2016.
- f) The consolidated statement of cash flows of the Group for the year ended 30 June 2015 refers to the cash flows of the SUTL Group for the period from 1 January 2016 to 30 June 2016 and Achieva Group for the period from 10 June 2016 to 30 June 2016.
- g) The statements of financial position of the Company as at 30 June 2016 and 31 December 2015 referred to that of SUTL Enterprise Limited.

Part 1 - INFORMATION REQUIRED FOR SECOND QUARTER FINANCIAL STATEMENT ANNOUNCEMENT

INTRODUCTION

SUTL Enterprise Limited ("the Company") had on 27 January 2016 disposed of its subsidiaries, Achieva Technology Pte Ltd and its subsidiaries ("ATPL Group") ("the Disposal"). The Disposal was announced on SGX-Net on the same day.

BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS

At Group Level

In accordance with Singapore Financial Reporting Standard SFRS 105, the assets, liabilities and performance of ATPL Group are accounted for in the consolidated financial statements of the Company for the financial year 2015 as follows:

- a. the total assets of ATPL Group are accounted for as assets held for sale and disclosed in the consolidated balance sheet as "Current assets of the disposal group",
- b. the total liabilities of ATPL Group are disclosed in the consolidated balance sheet as "Current liabilities of the disposal group",

Part 1 - INFORMATION REQUIRED FOR SECOND QUARTER FINANCIAL STATEMENT ANNOUNCEMENT

No.1(a) A statement of comprehensive income (for the group) together with a comparative statement of the corresponding period of the immediately preceding financial year.

	Group Statement of comprehensive income for the 3 months ended 30 June			Group Statement of comprehensive income for the 6 month ended 30 June		
	2016 S\$'000	2015 S\$'000	Variance %	2016 S\$'000	2015 S\$'000	Variance %
Revenue						
Sales of goods and services	4,843	4,916	-2%	9,955	10,304	-3%
Entrance and transfer fee	182	162	12%	401	337	19%
Subscription fee	1,547	1,619	-4%	3,103	3,236	-4%
Other income	244	298	-18%	455	321	42%
Total income	6,816	6,995	-3%	13,914	14,198	-2%
Item of Expenses						
Salaries and other employee benefits	(2,819)	(2,479)	14%	(5,195)	(4,814)	8%
Advertising, publication and event expenses	(390)	(353)	10%	(567)	(695)	-18%
Depreciation of property, plant and equipment	(449)	(469)	-4%	(900)	(951)	-5%
Inventories recognised as an expense in cost of sales	(868)	(1,165)	-25%	(1,873)	(2,352)	-20%
Repair, maintenance and cleaning expenses	(502)	(683)	-27%	(1,022)	(1,229)	-17%
Utilities	(334)	(505)	-34%	(715)	(900)	-21%
Property tax	(204)	(205)	0%	(409)	(409)	0%
Provision for inventory obsolescence and doubtful debts	-	(70)	nm	-	(70)	nm
Finance costs	(88)	(88)	0%	(180)	(165)	10%
Other expenses	(420)	(197)	113%	(1,283)	(533)	141%
Total expenses	(6,074)	(6,213)	-2%	(12,144)	(12,116)	0%
Profit before tax from continuing operations	742	782	-5%	1,770	2,082	-15%
Discontinued Operations						
Loss from discontinued operations	-	(545)	nm	-	(545)	nm
Profit before tax	742	237	213%	1,770	1,537	15%
Income tax expense	(144)	(80)	81%	(389)	(308)	26%
Profit for the period representing total comprehensive income for the period attributable to the owners of the company	598	157	280%	1,381	1,229	12%
Other comprehensive income / (loss):						
Foreign currency translation	-	(96)	nm	-	(96)	nm
Total comprehensive income / (loss), net of tax	598	61	876%	1,381	1,133	22%
Profit / (Loss) attributable to:						
Owners of the company						
Profit from continuing operations	598	702	-15%	1,381	1,774	-22%
Loss from discontinued operations	-	(273)	nm	-	(273)	nm
	598	429	39%	1,381	1,501	-8%
Non-controlling interests						
Profit from continuing operations	-	-	nm	-	-	nm
Loss from discontinued operations	-	(272)	nm	-	(272)	nm
	-	(272)	nm	-	(272)	nm
	598	157	281%	1,381	1,229	12%
Other comprehensive income / (loss) attributable to:						
Owners of the company	-	(50)	nm	-	(50)	nm
Non-controlling interests	-	(46)	nm	-	(46)	nm
	-	(96)	nm	-	(96)	nm

nm : not meaningful

Notes to Statement of Comprehensive Income

(i) Profit for the period is stated after (charging)/crediting:

For continuing operations only:-

	Group			Group		
	3 Months Ended 30 June			6 Months Ended 30 June		
	2016	2015	Variance	2016	2015	Variance
	S\$ '000	S\$ '000	%	S\$ '000	S\$ '000	%
Interest income	275	8	nm	430	8	nm
Bargain purchase on reverse acquisition accounting of Achieva Group	-	242	nm	-	242	nm
Depreciation of plant and equipment	(449)	(469)	-4%	(900)	(951)	-5%
Financial expenses, net	(88)	(80)	9%	(180)	(162)	11%
Foreign exchange (loss)	(14)	7	nm	(145)	7	nm

(ii) Profit for the period is stated after (charging)/crediting:

Including Continuing and Discontinuing operations :-

	Group			Group		
	3 Months Ended 30 June			6 Months Ended 30 June		
	2016	2015	Variance	2016	2015	Variance
	S\$ '000	S\$ '000	%	S\$ '000	S\$ '000	%
Interest income	275	8	nm	430	8	nm
Bargain purchase on reverse acquisition accounting of Achieva Group	-	242	nm	-	242	nm
Depreciation of plant and equipment	(449)	(477)	-6%	(900)	(959)	-6%
Financial expenses, net	(88)	(87)	1%	(180)	(169)	6%
Foreign exchange (loss)	(14)	(278)	nm	(145)	(278)	nm

No.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.

Statement of Financial Position

	Group		Company	
	Unaudited 30-Jun-16 S\$'000	Audited 31-Dec-15 S\$'000	Unaudited 30-Jun-16 S\$'000	Audited 31-Dec-15 S\$'000
ASSETS				
Non-current assets				
Plant and equipment	17,197	17,674	-	3
Investment in subsidiaries	-	-	17,415	19,802
	<u>17,197</u>	<u>17,674</u>	<u>17,415</u>	<u>19,805</u>
Current Assets				
Inventories	191	222	-	-
Trade and other receivables	3,309	3,866	805	403
Prepayments	150	429	-	-
Due from related companies	22	47	125	57
Cash and cash equivalents	38,746	34,540	33,579	31,058
	<u>42,418</u>	<u>39,104</u>	<u>34,510</u>	<u>31,518</u>
Assets of the disposed group	-	22,711	-	-
	<u>42,418</u>	<u>61,815</u>	<u>34,510</u>	<u>31,518</u>
Total Assets	<u>59,615</u>	<u>79,489</u>	<u>51,925</u>	<u>51,323</u>
EQUITY AND LIABILITIES				
Current Liabilities				
Trade and other payables	3,486	4,623	-	314
Due to related companies	-	13	-	-
Loan from subsidiary company	-	-	9,480	8,500
Income tax payable	789	682	-	-
Other liabilities	2,162	2,166	240	-
	<u>6,437</u>	<u>7,484</u>	<u>9,720</u>	<u>8,814</u>
Liabilities of the disposed group	-	17,693	-	-
	<u>6,437</u>	<u>25,177</u>	<u>9,720</u>	<u>8,814</u>
Net Current Assets	35,981	54,331	24,790	22,704
Non-Current Liabilities				
Deferred tax liabilities	1,429	1,429	-	-
	<u>1,429</u>	<u>1,429</u>	<u>-</u>	<u>-</u>
Total Liabilities	<u>7,866</u>	<u>26,606</u>	<u>9,720</u>	<u>8,814</u>
Net Assets	<u>51,749</u>	<u>52,883</u>	<u>42,205</u>	<u>42,509</u>
Equity attributable to owners of the Company				
Share Capital	46,780	46,780	40,810	40,810
Retained earnings	4,969	3,588	1,396	1,699
Other reserves	-	(117)	-	-
	<u>51,749</u>	<u>50,251</u>	<u>42,205</u>	<u>42,509</u>
Non-controlling interests	-	2,632	-	-
Total equity	<u>51,749</u>	<u>52,883</u>	<u>42,205</u>	<u>42,509</u>

No.1(b)(ii) Aggregate amount of group's borrowings and debt securities.

	As at 31.06.2016		As at 31.12.2015	
	Secured S\$ '000	Unsecured S\$ '000	Secured S\$ '000	Unsecured S\$ '000
<u>Continuing Operations</u>				
(a) Amount repayable in one year or less, or on demand	-	-	-	-
(b) Amount repayable after one year	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>Discontinued Operation</u>				
(a) Amount repayable in one year or less, or on demand	-	-	-	9,520
(b) Amount repayable after one year	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,520</u>

Details of any collateral

The loan by the discontinued operation was secured by a corporate guarantee of Serial System Limited (Non-Controlling owner of the disposed discontinued operation).

No.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.

<u>Statement of cash flows</u>	Group	
	Statement of cash flows for the period ended 30 June	
	2016 S\$ '000	2015 S\$ '000
Operating activities		
Profit before tax	1,771	2,082
Loss from discontinued operations	-	(545)
Cash flows from/(used in) operating activities:		
Adjustments for:		
Depreciation of property, plant and equipment	900	959
Realisation of translation reserve on disposal of a subsidiary	117	-
Amortisation of intangible assets	-	4
Gain on reverse acquisition	-	(242)
Allowance for inventory obsolescence and trade receivables, net	-	228
Currency realignment	-	(100)
Operating cash flows before changes in working capital	2,788	2,386
Decrease in inventories	31	1,379
Decrease in trade and other receivables	1,436	655
(Increase) / decrease in due from related company	25	157
Decrease in due to related company	(13)	(144)
(Decrease) in trade and other payables and other liabilities	(1,141)	(3,374)
Cashflows generated from operations	3,126	1,059
Income taxes paid	(282)	(60)
Net cash flows generated from operating activities	2,844	999
Investing activities:		
Proceed from sale of subsidiary company	1,786	-
Proceed from sale of intangible assets	-	477
Purchase of property, plant and equipment	(424)	-
Net cash flows generated from investing activities	1,362	477
Financing activities:		
Payment of dividend	-	(1,000)
Increase in loans and borrowings	-	2,706
Net cash inflow from reverse acquisition	-	24,544
Net cash flows used in financing activities	-	26,250
Net increase in cash and cash equivalent	4,206	27,726
Cash and cash equivalent at 1 January	34,540	6,368
Cash and cash equivalent at 30 June	38,746	34,094

Note to the statement of cash flows

Cash and cash equivalents included in the statement of cash flows comprise the following amounts:

	30 June 2016	30 June 2015
Fixed deposits	31,649	20,342
Cash and bank balances	6,071	13,752
	38,746	34,094

1d(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.

Statement of changes in equity

	Equity Total S\$'000	Equity attributable to owners of the Company S\$'000	Share capital S\$'000	Retained earnings S\$'000	Foreign currency translation reserve S\$'000	Non- controlling interests S\$'000
The Group						
Balance as at 1 January 2016	52,883	50,251	46,780	3,588	(117)	2,632
Profit for the period	783	783	-	783	-	-
Disposal of a subsidiary company	(2,515)	117	-	-	117	(2,632)
Balance as at 31 March 2016	51,151	51,151	46,780	4,371	-	-
Profit for the period	598	598	-	598	-	-
Balance as at 30 June 2016	51,749	51,749	46,780	4,969	-	-

1d(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.

Statement of changes in equity

	Equity Total S\$'000	Equity attributable to owners of the Company S\$'000	Share capital S\$'000	Retained earnings S\$'000	Foreign currency translation reserve S\$'000	Non- controlling interests S\$'000
The Group						
Balance as at 1 January 2015	23,071	23,071	20,100	2,971	-	-
Profit for the period	1,071	1,071	-	1,071	-	-
Dividend paid to SUTL Leisure Pte Ltd, the then existing shareholder of SUTL Marina Development Pte Ltd	(1,000)	(1,000)	-	(1,000)	-	-
Balance as at 31 March 2015	23,142	23,142	20,100	3,042	-	-
Profit for the period	157	429	-	429	-	(272)
<u>Other comprehensive income</u>						
Foreign currency translation	(96)	(50)	-	-	(50)	(46)
Reclassification of foreign currency translation reverses on disposal of associated companies	-	-	-	-	-	-
Other comprehensive income for the period, net of tax	(96)	(50)	-	-	(50)	(46)
Total comprehensive income for the period	61	379	-	429	(50)	(318)
<u>Contributions by and distributions to owners</u>						
Consideration shares issued in relation to the reverse acquisition	30,972	26,680	26,680	-	-	-
Non-controlling interests of acquired subsidiary in the reverse acquisition	-	-	-	-	-	4,292
Total transactions with the owners in their capacity as owners	30,972	26,680	26,680	-	-	4,292
Balance as at 30 June 2015	54,175	50,201	46,780	3,471	(50)	3,974

Note 1

It is represented by the 523,142,696 shares of Achieva Limited prior to the reverse acquisition multiplied by the trading price of \$0.051 on date of completion of the reverse acquisition, amounting to \$26,680k.

1d(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.

Statement of changes in equity

	Equity, Total S\$'000	Share capital S\$'000	Retained earnings S\$'000	Share based compensation reserve S\$'000
The Company				
Balance as at 1 January 2016	42,509	40,810	1,699	-
Loss for the period, representing total comprehensive income for the period	(186)	-	(186)	-
Balance as at 31 March 2016	42,323	40,810	1,513	-
Loss for the period, representing total comprehensive income for the period	(118)	-	(118)	-
Balance as at 30 June 2016	42,205	40,810	1,395	-
The Company				
Balance as at 1 January 2015	27,608	23,395	3,491	722
Loss for the period, representing total comprehensive income for the period	(110)	-	(110)	-
Balance as at 31 March 2015	27,498	23,395	3,381	722
Loss for the period, representing total comprehensive income for the period	(266)	-	(266)	-
Transfer of employee share option reserve to retained earning*	-	-	722	(722)
Contributions by and distributions to owners				
Issuance of shares for acquisition of subsidiaries	17,415	17,415	-	-
Total transactions with owners in their capacity as owners	17,415	17,415	-	-
Balance as at 30 June 2015	44,647	40,810	3,837	-

*Transfer of ESOS reserves to retained earning as a result of cancellation due to cessation of employment with the company. (FRS 102 para 23)

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

<u>Issued and Paid-Up Capital</u>	No. of Shares	Resultant Share Capital S\$	No. of Treasury shares
Issued and paid-up capital as at 31 December 2015	86,460,611	40,809,630	-
Issued and paid-up capital as at 30 June 2016	86,460,611	40,809,630	-

There are no outstanding share options as at 30 June 2016.

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

	31-Mar-16	31-Dec-15
Total number of issued shares	86,460,611	86,460,611
Less : Treasury shares	-	-
Total number of issued shares excluding treasury shares	<u>86,460,611</u>	<u>86,460,611</u>

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

Not applicable

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

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

3 Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of 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 applied the same accounting policies and methods of computation in the quarterly announcements for the current financial period as those of the audited financial statements for the year ended 31 December 2015, as well as the applicable Financial Reporting Standards ("FRSs") which became effective for financial years beginning on or after 1 January 2016. The adoption of these new and revised FRSs has no material effect on the year end announcement for the current financial year.

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.

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.

	After Share Consolidation	
	2016	2015
Profit per ordinary share (cents),		
(i) Basic earnings per share	0.69	0.37
(ii) Diluted earnings per share	0.69	0.37
	Number of shares	
Weighted average number of ordinary shares in issue applicable to basic EPS*	86,460,611	42,865,386
	86,460,611	42,865,386

* Assuming that the share consolidation of 10:1 happened on 1 January 2015

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

	After Share Consolidation			
	Group		Company	
	As at 30.06.16	As at 31.12.15	As at 30.06.16	As at 31.12.15
Net asset value per share (S\$ cents)	59.85	58.12	48.81	49.17

* Net asset value attributable to the Company's shareholders excluding net assets attributable to non-controlling interest

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.

(1) Entrance and transfer fee

Entrance and transfer fee increased by \$20k from \$162k in Q2 FY2015 to \$182k in Q2 FY2016. The increase was due mainly to conversion of an individual membership to corporate membership in Q2 FY2016. There was no such conversion in Q2 FY2015. The increase was partly offset by reduction in sale of term memberships.

(2) Other income

Other Income decreased by \$54k from \$298k in Q2 FY2015 to \$244k in Q2 FY2016. The decrease was due mainly to a bargain purchase gain in Q2 FY2015 as a result of the reverse acquisition accounting of Achieva Group. There was no such gain in Q2 FY2016. The decrease is partly offset by higher interest income from fixed deposits.

(3) Salaries and other employee benefits

Salaries and other employee benefits increased by \$340k from \$2,479k in Q2 FY2015 to \$2,819k in Q2 FY2016. The increase was due mainly to the inclusion of full 3 months of salaries and other employee benefits of staff members of SUTL Enterprise Ltd in Q2 FY2016. Only 20 days of this cost were taken into account in Q2 FY2015 as the acquisition occurred on 10th June 2015. There was also payment of retrenchment benefits to some staff members in Q2 FY2016 that did not occur in Q2 FY2015.

(4) Advertising, publication and event expenses

Advertising, publication and event expenses increased by \$37k from \$353k in Q2 FY2015 to \$390k in Q2 FY2016. The increase was due mainly to more marketing expenses.

(5) Inventories recognised as an expense in cost of sales

Inventories recognised as an expense decreased by \$297k from \$1,165k in Q2 FY2015 to \$868k in Q2 FY2016. The decrease was due mainly to more stringent vendor selection process resulting in lower cost of purchase.

(6) Repair, maintenance and cleaning expenses

Repair, maintenance and cleaning expenses decreased \$181k from \$683k in Q2 FY2015 to \$502k in Q2 FY2016. The decrease was due mainly to the repainting of the marina clubhouse in April 2015. There was no such expenses in Q2 FY2016.

(7) Utilities

Utilities expenses decreased \$171k from \$505k in Q2 FY2015 to \$334k in Q2 FY2016. The decrease was due mainly to lower cost of electricity.

(8) Provision for inventory obsolescence and doubtful debts

Provision for inventory obsolescence and doubtful debts decreased by \$70k from \$70k in Q2 FY2015 to Nil in Q2 FY2016. No additional provision was required in Q2 FY2016 due to better credit management.

(9) Other expenses

Other expenses increased by \$223k from \$197k in Q2 FY2015 to \$420k in Q2 FY2016. The increase was due mainly to increase in business development expenses, foreign exchange losses and increase in professional fees.

(10) Income tax expenses

Tax expenses increased by \$64k from \$80k in Q2 FY2015 to \$144k in Q2 2016. The higher tax expenses in Q2 FY2016 was due to higher taxable profit.

(11) Statement of financial position

As at 30 June 2016, the Group's net assets attributable to the company's shareholder were \$51.7m compared to \$50.3m as at 31 December 2015. The net assets of \$51.7m included cash and cash equivalents of \$38.7m. The net assets as at 31 December 2015 of \$50.m included cash and cash equivalents of \$34.5m.

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. (Continued from previous page)

(12) Trade and other receivables

Trade and Other Receivables decreased by \$557k from \$3.9m at the end of FY2015 to \$3.3m at the end of Q2 2016. The decrease was due mainly to improved debt collection offset partially by the receivable from the disposal of ATPL Group (see (13) below).

(13) Prepayments

Prepayments decreased by \$279k from \$429k at the end of FY2015 to \$150k at the end of Q2 2016. The decrease was due mainly to a prepayment for the cost of renovation of the ballroom, as the final payment of the ballroom was made to the contractors in January 2016.

(14) Due from related companies

Due from related companies decreased by \$25k from \$47k at the end of FY2015 to \$22k at the end of Q2 2016. The decrease was due mainly to payment by related companies.

(15) Cash and cash equivalents

Cash and cash equivalents increased by \$4.2m from \$34.5m at the end of FY2015 to \$38.7k at the end of Q2 2016. The increase was due mainly to the profit in the first half of FY2016 and the proceed from the sale of ATPL Group.

(16) Assets of the disposal group

These relate to Achieva Technology Pte Ltd and its subsidiaries ("ATPL Group") that the company acquired in June 2015 according to the reverse takeover accounting treatment. The company disposed off the ATPL Group in January 2016.

(17) Trade and other payables

Trade and Other Payables decreased by \$1.1m from \$4.6m at the end of FY2015 to \$3.5m at the end of Q2 2016. The decrease was due mainly to payment of trade payables and payment in January 2016 of accrued staff variable bonus for FY2015.

(18) Income tax payable

Income tax payable increased by \$107k from \$682k at the end of FY2015 to \$789k at the end of Q2 FY2016. The increase was due mainly to the provision of income tax on the profit in the first half of FY2016 offset by payment to IRAS in Q2 FY2016

(19) Due to related companies

Due to related companies decreased by \$13k from \$13k at the end of FY2015 to Nil at the end of Q1 2016. The decrease was due mainly to payments to the related companies.

(20) Liabilities of the disposal group

These relate to Achieva Technology Pte Ltd and its subsidiaries ("ATPL Group") that the company acquired in June 2015 according to the reverse takeover accounting treatment. The company disposed off the ATPL Group in January 2016.

(21) Non controlling interest

This relates to non controlling interest in the ATPL Group that the company acquired in June 2015 according to the reverse takeover accounting treatment. The company disposed off the ATPL Group in January 2016.

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

The Company did not make any forecast or prospect statement in respect of the Group's results for the first quarter financial results announcement 2016 (the "Q1 FY2016 Announcement").

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

The Group is not aware of any known factors or events that may affect the Group in the next reporting period and the next 12 months.

The market conditions in which the integrated marina development operates remain stable. The Company had announced on 22nd February 2016 that its wholly-owned subsidiary SUTL Marina Holdings Pte Ltd had entered into a conditional joint venture agreement with UEM Land Berhad to incorporate and operate a joint venture company (the "JV Company"). Both parties are in the process of having the conditions stipulated in the joint venture agreement fulfilled. The JV Company will be in the lifestyle and leisure industry which shall include, inter alia, developing the existing marina in Puteri Harbour, developing and operating a proprietary yacht club, operating a sports centre and such other businesses agreed between the parties to the joint venture agreement. SUTL Enterprise Limited will continue to seek opportunities in the premier integrated marina business.

11. If a decision regarding a dividend has been made :-

(a) Whether an interim ordinary dividend has been declared (recommended)

No.

**(b) (i) Amount per share ... cents;
(ii) Previous corresponding period Cents.**

None for (i) and (ii).

(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 5:00pm) 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 dividend has been declared or recommended.

13. Interested Person Transactions

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

There were no interested person transactions (above S\$100k each) conducted pursuant to the general mandate for IPTs during the financial period of Q2 FY2016 reported on.

14. Negative Assurance Confirmation

The Board of Directors has confirmed that to the best of their knowledge, nothing has come to their attention which may render the unaudited interim financial results for the period ended 30 June 2016 to be false or misleading in any material aspect.

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) of the SGX-ST Listing Manual.

The Company confirms that it has procured undertakings from all its directors and executive officers (in the format) set out in Appendix 7.7) under Rule 720(1) of the SGX-ST Listing Manual.

BY ORDER OF THE BOARD

Arthur Tay Teng Guan

Executive Director and Chief Executive Officer

11-Aug-2016

Press and analysts enquiries

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