



Unaudited Full Year Financial Statement And Dividend Announcement for the Year Ended 30/06/2016

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

- 1(a) **A statement of comprehensive income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.**

(a)(i)

	Group \$'000 30-Jun-16	Group \$'000 30-Jun-15	+ / (-) %
Revenue	35,458	29,455	20.4%
Cost of sales	(19,773)	(15,699)	26.0%
Gross profit	15,685	13,756	14.0%
Other operating income	662	2,114	-68.7%
Distribution costs	(3,623)	(3,632)	-0.2%
Administrative expenses	(8,924)	(8,598)	3.8%
Loss from fair value adjustment of investment properties	(1,478)	(150)	n/m
Other operating expenses	(500)	(492)	1.6%
Finance costs	(2)	(2)	0.0%
Profit before income tax	1,820	2,996	-39.3%
Income tax expense	(285)	(83)	n/m
Profit for the year	1,535	2,913	-47.3%
Other comprehensive income (loss):			
Items that may be reclassified subsequently to profit or loss			
fair value loss on available-for-sale investments	(22)	(8)	175.0%
Exchange differences arising on translation of foreign subsidiaries	(8)	24	-133.3%
Other comprehensive income for the year	(30)	16	-287.5%
Total comprehensive income for the year	1,505	2,929	-48.6%

(a)(ii)

- Notes to the
Other disclosure items included in the above statement**

	GROUP \$'000 30-Jun-16	GROUP \$'000 30-Jun-15
Other income including interest income	662	2,114
Depreciation and amortisation	(614)	(632)
Allowance for doubtful debts - trade receivables	(106)	(90)
Allowance for inventories	(142)	(64)
Foreign exchange loss	(42)	(61)

- 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 \$'000 30-Jun-16	GROUP \$'000 30-Jun-15	COMPANY \$'000 30-Jun-16	COMPANY \$'000 30-Jun-15
ASSETS				
Current Assets				
Cash and cash equivalents	14,893	12,021	12,834	10,628
Trade receivables	1,255	1,395	622	654
Amount due from related companies, associates and related parties	-	-	47	197
Other receivables and prepayments	301	640	230	522
Inventories	2,975	5,516	1,797	3,733
Assets classified as held for sale	4	-	-	-
Total Current Assets	19,428	19,572	15,530	15,734
Non - Current Assets				
Subsidiaries	-	-	3,112	3,091
Associates	-	28	-	-
Club membership	145	160	145	160
Available-for-sale investments	1,203	1,236	1,203	1,236
Quoted investments	189	-	189	-
Plant and equipments	1,850	2,062	1,308	1,465
Investment properties	14,347	15,825	14,347	15,825
Total Non - Current Assets	17,734	19,311	20,304	21,777
Total Assets	37,162	38,883	35,834	37,511
LIABILITIES AND EQUITY				
Current Liabilities				
Trade payables	609	1,312	449	1,099
Amount due to related companies, associates and related parties	45	49	1,004	997
Other payables	2,869	2,546	2,167	1,753
Finance lease	-	20	-	20
Income tax payable	375	73	373	52
Total Current Liabilities	3,898	4,000	3,993	3,921
Non-Current Liability				
Other payables	249	260	184	185
Deferred tax liability	152	191	125	138
Total Non-Current Liabilities	401	451	309	323
Capital and Reserves				
Share capital	10,251	10,251	10,251	10,251
Currency translation deficit	(120)	(112)	-	-
Fair value adjustment	24	46	24	46
Accumulated profits	22,708	24,247	21,257	22,970
Total Equity	32,863	34,432	31,532	33,267
Total Liabilities and Equity	37,162	38,883	35,834	37,511

- 1(b)(ii) **In relation to the aggregate amount of the group's borrowings and debt securities, specify the following as at the financial period reported on with comparative figures as at the end of the immediately preceding year.**

Amount repayable in one year or less, or on demand.

As at 30 June 2016	
Secured	Unsecured
S\$'000	S\$'000
0	0

As at 30 June 2015	
Secured	Unsecured
S\$'000	S\$'000
0	20

Detail of any collateral - Not applicable

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

	GROUP \$'000 30-Jun-16	GROUP \$'000 30-Jun-15
Operating activities:		
Profit before income tax	1,820	2,996
<u>Adjustments for:</u>		
Impairment loss on club membership	15	5
Depreciation expense	614	632
Plant and equipment written off	16	1
Dividend income	(58)	(58)
Interest income	(100)	(46)
Loss from fair value adjustments of investment properties	1,478	150
Gain on disposal of shares in associate	-	(1,607)
Allowance for doubtful debts - trade receivables	106	90
Allowance for inventories	142	64
Net foreign exchange losses	19	36
Gain on disposal of plant and equipment	(5)	(85)
Operating cash flows before movements in working capital	<u>4,047</u>	<u>2,178</u>
Trade receivables	34	(237)
Other receivables and prepayments	339	(243)
Inventories	2,399	(2,311)
Amount due from associates and related parties - net	(4)	(4)
Trade payables	(703)	643
Other payables	312	294
Cash generated from operations	<u>6,424</u>	<u>320</u>
Interest received	100	46
Income tax paid	(21)	(135)
Net cash from operating activities	<u>6,503</u>	<u>231</u>
Investing activities		
Dividend income	58	59
Purchase of quoted investments	(178)	-
Proceeds on disposal of plant and equipment	5	214
Proceed from disposal of shares in associate	-	3,400
Purchase of plant and equipment	(422)	(1,163)
Net cash (used in) from investing activities	<u>(537)</u>	<u>2,510</u>
Financing activities		
Dividend paid representing net cash used in financing activity	(3,074)	(1,537)
Repayment of the hire purchase facility	(20)	(10)
Net cash used in financing activities	<u>(3,094)</u>	<u>(1,547)</u>
Net increase in cash and cash equivalents	2,872	1,194
Cash and cash equivalents at beginning of year	<u>12,021</u>	<u>10,827</u>
Cash and cash equivalents at end of year	<u>14,893</u>	<u>12,021</u>
Cash and cash equivalents consist of :		
Cash and bank balances	2,193	6,217
Fixed deposits	<u>12,700</u>	<u>5,804</u>
Total	<u>14,893</u>	<u>12,021</u>

- 1(d)(i) **A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.**

Group

	Share Capital \$'000	Currency Translation Reserve \$'000	Fair Value Adjustment (Deficit) Surplus \$'000	Accumulated Profits \$'000	Total \$'000
Lastest Period					
Balance as at July 1, 2015	10,251	(112)	46	24,247	34,432
Total comprehensive income for the year					
Profit for the year	-	-	-	1,535	1,535
Other comprehensive income for the year	-	(8)	(22)		(30)
Total	10,251	(120)	24	25,782	35,937
Dividends, representing transaction with owners, recognised directly in equity	-	-	-	(3,074)	(3,074)
Balance as at June 30, 2016	10,251	(120)	24	22,708	32,863

Previous Corresponding Period

Balance as at July 1, 2014	10,251	(136)	54	22,871	33,040
Total comprehensive income for the year					
Profit for the year	-	-	-	2,913	2,913
Other comprehensive income for the year	-	24	(8)		16
Total	10,251	(112)	46	25,784	35,969
Dividends, representing transaction with owners, recognised directly in equity	-	-	-	(1,537)	(1,537)
Balance as at June 30, 2015	10,251	(112)	46	24,247	34,432

Company

	Share Capital \$'000	Fair Value Adjustment (Deficit) Surplus \$'000	Accumulated Profits \$'000	Total \$'000
Lastest Period				
Balance as at July 1, 2015	10,251	46	22,970	33,267
Total comprehensive income for the year				
Profit for the year	-	-	1,361	1,361
Other comprehensive income for the year	-	(22)	-	(22)
Total	10,251	24	24,331	34,606
Dividends, representing transaction with owners, recognised directly in equity	-	-	(3,074)	(3,074)
Balance as at June 30, 2016	10,251	24	21,257	31,532

Previous Corresponding Period

Balance as at July 1, 2014	10,251	54	21,170	31,475
Total comprehensive income for the year				
Profit for the year	-	-	3,337	3,337
Other comprehensive income for the year	-	(8)	-	(8)
Total	10,251	46	24,507	34,804
Dividends, representing transaction with owners, recognised directly in equity	-	-	(1,537)	(1,537)
Balance as at June 30, 2015	10,251	46	22,970	33,267

- 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 immediate preceding financial year.**

	Number of shares	Paid-up Capital S\$
Balance at 30 June 2015	<u>102,476,024</u>	<u>10,251,458</u>
Balance at 30 June 2016	<u>102,476,024</u>	<u>10,251,458</u>

The Company does not have any share option scheme in place after the expiry of the last share option 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.**

The total number of issued ordinary shares excluding treasury shares as at 30 June 2016 was 102,476,024.
(30 June 2015: 102,476,024)

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

The Company has no treasury shares. There were no sales, transfer, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

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

The figures have not been audited and reviewed.

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

Not applicable.

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

Except as disclosed in paragraph 5 below, the Group has applied the same accounting policies and methods of computation in the financial statements for the current financial year compared with those of the audited financial statements ended 30 June 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.**

On July 1, 2015, the Group adopted all the new and revised Singapore Financial Reporting standard ("FRSs") and Interpretations of FRS ("INT FRS") that are effective from that date and are relevant to its operations. The adoption of these new/revised FRSs and INT FRSs does not result in changes to the Group's accounting policies and has no material effect on the amounts reported for the current or prior years.

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

	Group 30-Jun-16	Group 30-Jun-15
Earning per ordinary share for the year : -		
(i) Based on weighted average number of ordinary shares in issued	1.50 cents	2.84 cents
(ii) On a fully diluted basis	1.50 cents	2.84 cents

Note to item (6i) :

Earnings per share is calculated based on the weighted average number of 102,476,024 (30 Jun 15: 102,476,024) ordinary shares in issue.

The basic and fully diluted earnings per ordinary share are the same as the Group did not have any potential dilutive ordinary share outstanding as at 30 June 2016.

7 **Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the:-**

- (a) current period reported on; and
(b) immediately preceding financial year

	As at 30-Jun-16 Cents	As at 30-Jun-15 Cents
Group	32.07	33.60
Company	30.77	32.46

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.

Statement of comprehensive income

The Group's revenue was 20.4% higher at \$35.5 million from \$29.5 million in previous financial year ended 30 June 2015, largely accounted for by the revenue from the SG50 projects. Revenue from the traditional gifts business recorded a slight decrease in FY2016. Higher group revenue was accompanied by an increase in gross profit to \$15.7 million in FY2016 from \$13.8 million previously, an improvement of 14%. FY2016 achieved an overall lower gross profit margin compared to FY2015 due to lower margins inherent in the sales related to the SG50 projects.

In the financial year, the group ceased operations of the subsidiary in Kuala Lumpur due to accumulated losses and poor expectations of the business prospects in that market.

Other operating income decreased from \$2.1 million in FY2015 to \$0.7 million in FY2016. It was mainly due to the recognition of a one-off gain on the disposal of shares in its associate in FY2015.

The Group's total operating expenses, comprising of distribution costs, administration expenses and other operating expenses, increased by \$0.3 million to \$13.0 million from \$12.7 million last year. This was mainly contributed by higher manpower costs.

In line with the current weaker sentiments in the property market, the group recorded a higher fair value loss of \$1.5 million on its investment properties in FY2016 as compared to \$0.2 million in FY2015.

The Group recorded a profit after tax of \$1.5 million in FY2016, compared to \$2.9 million recorded in FY2015. The tax expense in FY2016 was higher than in FY2015 as the profit before tax in FY2015 was substantially accounted for by a non-taxable capital gain amounting to \$1.6 million on the disposal of an associate.

Statement of financial position

Significant variances for balance sheets items are explained as follows:

- (a) Other receivables and prepayments decreased by \$0.3 million mainly due to recognition of down payment made in FY2015 to suppliers for SG50 projects materials.
- (b) Inventories decreased by \$2.5 million mainly due to fulfillment of SG50 orders. Correspondingly, a decline in trade payables.
- (c) Other payable increased by \$0.3 million mainly due to higher accruals of operating expenses and manpower cost.

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

The financial performance of the Group for FY2016 is in line with the previous results announcement made on 3 February 2016.

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.**

Economic conditions remain uncertain and weak. This will dampen discretionary expenditure on goods and services. The Group will review processes to improve efficiencies and exercise prudence in expenditure for its core business.

The Group will continue to extend its brand presence and reach new customers through investing in new growth channels such as retail.

11 **Dividend**

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on? Yes

Name of Dividend	First & Final
Dividend Type	Cash
Dividend Amount per Share (in cents)	0.60 cent per ordinary share
Tax Rate	One-Tier Tax-Exempt
Name of Dividend	Special dividend
Dividend Type	Cash
Dividend Amount per Share (in cents)	0.90 cent per ordinary share
Tax Rate	One-Tier Tax-Exempt

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? Yes

Name of Dividend	First & Final
Dividend Type	Cash
Dividend Amount per Share (in cents)	0.60 cent per ordinary share
Tax Rate	One-Tier Tax-Exempt
Date of payment	23 October 2015
Name of Dividend	Special dividend
Dividend Type	Cash
Dividend Amount per Share (in cents)	2.40 cent per ordinary share
Tax Rate	One-Tier Tax-Exempt
Date of payment	23 October 2015

(c) Date payable

To be announced later.

(d) Books closure date

To be announced later.

12 **If no dividend has been declared/recommended, a statement to that effect.**

Not applicable.

13 **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 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 Listing Manual.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

(This part is not applicable to Q1, Q2, Q3 or Half Year Results)

14 **If the Company has obtained a general mandate from shareholders for interested person transaction (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.**

The Company has not obtained an IPT mandate from shareholders. It does not have any interested person transaction (excluding transaction less than \$100,000) in the financial year ended 30 June 2016 that is discloseable under Rule 920(1)(a)(ii) of the SGX-ST Listing Manual.

15 **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) Business Segments

The Group is organised into two main operating divisions, namely gifts and properties.

	Gifts \$'000		Properties \$'000		Group \$'000	
	30-Jun-16	30-Jun-15	30-Jun-16	30-Jun-15	30-Jun-16	30-Jun-15
SEGMENT REVENUE AND RESULTS						
Revenue	34,925	28,915	533	540	35,458	29,455
Results:						
Segment result	2,563	1,219	205	(57)	2,768	1,162
Other operating Income	496	402	1	1,612	497	2,014
Loss on fair value adjustment of investment properties	-	-	(1,478)	(150)	(1,478)	(150)
Finance cost	(2)	(2)			(2)	(2)
Share of results of associates					-	-
Unallocated operating income					165	100
Unallocated expenses					(130)	(128)
Profit before income tax					1,820	2,996
Income tax expense					(285)	(83)
Profit after income tax					1,535	2,913
Other information:						
Capital expenditure on plant and equipment and investment properties	419	1,190	3	3	422	1,193
Depreciation and amortisation	584	601	30	31	614	632

(b) Geographical segments

The Group's two business segments are managed on a regional basis through two main geographical areas, namely Singapore and Asia.

	Revenue		Assets		Capital expenditure	
	2016	2015	2016	2015	2016	2015
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Singapore	34,709	28,023	36,799	38,140	411	1,157
Asia	749	1,432	363	743	11	36
Total	35,458	29,455	37,162	38,883	422	1,193

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

Apart from the comments made under section 8, there are no other factors leading to material changes.

17 A breakdown of sales

	Group	Group	% increase/
	\$'000	\$'000	(decrease)
	2016	2015	
(a) Sales reported for first half year	19,284	10,207	88.9%
(b) Operating profit after tax before deducting minority interests reported for first half year	2,332	1,240	n/m
(c) Sales reported for second half year	16,174	19,248	-16.0%
(d) Operating profit after tax before deducting minority interests reported for second half year	(797)	1,673	-147.6%

n/m = not meaningful

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

	Latest	Previous
	Full Year	Full Year
	\$'000	\$'000
Ordinary Shares	<u>3,074</u>	<u>1,537</u>

19 Report of persons occupying managerial positions who are related to a director, CEO or substantial shareholders.

Name	Age	Family relationship with any director, CEO and/or substantial shareholder	Current position and duties, and the year the position was first held	Details of changes in duties and position held, if any, during the year
Alfred Wong Siu Hong	63	Brother of Wong Phui Hong (non-executive Director) and spouse of Lim Julian (Substantial Shareholder)	Managing Director since 1983	NIL
Wong Lai Kuan, Kim	36	Daughter of Mr Wong Siu Hong (Managing Director & substantial shareholder)	Business Development Manager	NIL

BY ORDER OF THE BOARD

Wong Phui Hong
Company Secretary

12 August 2016