



CNA GROUP LTD.
(Company Registration No. 199000449K)

FULL YEAR FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014

PART 1 - INFORMATION REQUIRED FOR ANNOUNCEMENT OF QUARTERLY (Q1, Q2 & Q3), HALF AND FULL YEAR RESULTS

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

	Note	The Group		
		Period Ended 31 December		% change + / (-)
		2014 S\$'000	2013 S\$'000	
Revenue		28,913	71,156	(59.4)
Material costs		(10,527)	(22,598)	(53.4)
Subcontractor costs		(8,680)	(23,077)	(62.4)
Staff costs - direct		(6,479)	(11,383)	(43.1)
Staff costs - indirect	(i)	(8,226)	(8,846)	(7.0)
Other operating expenses	(ii)	(29,072)	(47,136)	(38.3)
Impairment loss on an associate	(iii)	-	(1,256)	n.m
Results from operations		(34,071)	(43,140)	(21.0)
Finance income		2,508	2,093	19.8
Finance costs		(1,728)	(2,358)	(26.7)
Net finance income/ (finance costs)		780	(265)	
Other income	(iv)	4,880	685	612.4
Loss on disposal of subsidiary/ JV		(172)	-	n.m
Impairment of goodwill	(v)	(4,044)	-	n.m
Share of loss of jointly controlled entities (net of tax)		-	(12)	n.m
Share of profit of associates (net of tax)		-	60	n.m
Loss before taxation		(32,627)	(42,672)	(23.5)
Income tax credit/ (expense)	(vi)	2,525	(262)	n.m
Loss for the period		(30,102)	(42,934)	n.m
Loss attributable to:				
Owners of the Company		(29,498)	(25,107)	17.5
Non-controlling interests		(604)	(17,827)	n.m
Loss for the period	(vii)	(30,102)	(42,934)	



CNA GROUP LTD.
(Company Registration No. 199000449K)

FULL YEAR FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014

(i) On 26 September 2014, the Company granted 57,472,000 units of employee share options at the exercise price of S\$0.0516 each. The Company uses "Black Scholes Model" and computed the fair value of such option to be S\$0.7 million.

(ii) Other operating expenses include the following items :

	The Group		
	Period Ended 31 December		
	2014	2013	%
	S\$'000	S\$'000	change + / (-)
Amortisation of intangible assets	271	192	41.1
Depreciation of property, plant and equipment	599	918	(34.7)
Exchange gain	(1,031)	(144)	616.0
Allowance made on trade and other receivables	921	845	9.0
Allowance made on foreseeable losses for WIP	6,641	7,171	(7.4)
Allowance for impairment of service concession receivables	16,974	-	n.m
Write back on trade and other payables	(5,148)	-	n.m
Allowance made on amounts due from related party	-	11,638	(100.0)
Write-offs of receivables	-	20,663	(100.0)
Allowance for inventories obsolescence including write offs	6	1	516.4
Transaction costs for conversion of bonds to shares	720	-	n.m

(iii) Relates to Xiamen Leccan Technology Co., Ltd, an associate of CNA China.

(iv) As announced on 14 October 2014, the property was sold upon the exercise of option by the purchaser on the same date. The sales resulted in a net gain of \$4,594,823.

(v) Impairment of goodwill in CNA China of S\$4.0 million.

(vi) A reversal of accumulated net tax over-provision from China operations, income tax expense of \$2.2 million. This is based on receipt of tax clearance received in 3Q2014 from the China tax authorities that there was no taxable income up to FY2013.

(vii) Consolidated statement of comprehensive income for the period ended 31 December 2014:

	The Group		
	Period Ended 31 December		
	2014	2013	%
	S\$'000	S\$'000	change + / (-)
Loss for the period	(30,102)	(42,934)	(29.9)
Other comprehensive loss			
Foreign currency translation differences for foreign operations	(1,991)	1,703	(216.9)
Total comprehensive loss for the period	<u>(32,093)</u>	<u>(41,231)</u>	(22.2)
Total comprehensive loss attributable to:			
Owners of the Company	(30,669)	(23,455)	30.8
Non-controlling interests	(1,424)	(17,776)	n.m
Total comprehensive loss for the period	<u>(32,093)</u>	<u>(41,231)</u>	(22.2)



CNA GROUP LTD.
(Company Registration No. 199000449K)

FULL YEAR FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014

1(b)(i) A balance sheet (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year

	The Group		The Company	
	31.12.2014 S\$'000	31.12.2013 S\$'000	31.12.2014 S\$'000	31.12.2013 S\$'000
Assets				
Property, plant and equipment	1,473	4,247	222	590
Intangible assets	1,380	6,144	365	360
Subsidiaries	-	-	36,672	35,972
Associates and jointly controlled entities	1,188	1,222	322	327
Other investments	10,446	2,620	9,928	2,083
Service concession receivable	15,000	27,420	-	-
Deferred tax assets	829	488	464	464
Trade and other receivables	540	246	384	97
Non-current assets	30,856	42,387	48,357	39,893
Inventories	2,683	1,423	6	6
Contract work-in-progress	29,587	47,145	11,317	17,167
Trade and other receivables	43,730	43,222	9,805	11,278
Amounts due from related parties	10,589	9,328	14,226	6,643
Cash and cash equivalents	5,788	10,512	3,116	4,423
Current assets	92,377	111,630	38,470	39,517
Total assets	123,233	154,017	86,827	79,410
Equity				
Share capital	71,039	64,096	71,039	64,096
Reserves	(45,578)	(23,836)	(23,799)	(19,924)
Equity attributable to owners of the Company	25,461	40,260	47,240	44,172
Non-controlling interests	(14,877)	(13,453)	-	-
Total equity	10,584	26,807	47,240	44,172
Liabilities				
Loans and borrowings	3	7	3	7
Deferred tax liabilities	19	12	-	-
Trade and other payables	-	517	-	-
Non-current liabilities	22	536	3	7
Excess of progress billings over work-in-progress	620	1,720	-	1,441
Amount due to related parties	16,860	16,095	1,300	1,438
Trade and other payables	52,868	55,031	22,748	10,671
Loans and borrowings	39,813	50,868	13,536	21,681
Short term convertible bonds	2,000	-	2,000	-
Current tax liabilities	466	2,960	-	-
Current liabilities	112,627	126,674	39,584	35,231
Total liabilities	112,649	127,210	39,587	35,238
Total equity and liabilities	123,233	154,017	86,827	79,410



CNA GROUP LTD.
(Company Registration No. 199000449K)

FULL YEAR FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014

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

(a) Amount repayable in one year or less, or on demand

	The Group		The Group	
	As at 31 December 2014		As at 31 December 2013	
	Secured	Unsecured	Secured	Unsecured
	S\$'000	S\$'000	S\$'000	S\$'000
Bank overdrafts	-	109	-	307
Bank loans	5,065	34,639	12,332	38,229
Total	5,065	34,748	12,332	38,536

(b) Amount repayable after one year

	The Group		The Group	
	As at 31 December 2014		As at 31 December 2013	
	Secured	Unsecured	Secured	Unsecured
	S\$'000	S\$'000	S\$'000	S\$'000
Bank loans	-	-	-	-
Finance lease liabilities	-	3	-	7
	-	3	-	7

(c) Details of any collateral

A subsidiary of the Company pledged its asset for the Company to obtain a loan from a financial institution.

FULL YEAR FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014

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

	The Group	
	Period Ended 31 December	
	2014	2013
	S\$'000	S\$'000
Cash flows from operating activities		
Loss before taxation	(32,627)	(42,672)
Adjustments for:		
Depreciation	599	918
Amortisation of intangible assets	271	192
Gain on disposal of property, plant and equipment	(4,784)	-
Loss on disposal of JV	72	-
Loss on disposal of Zillion	100	-
Interest expense	1,728	2,358
Interest income	(2,508)	(2,093)
Share-based payment reserve	739	-
Write off inventories	6	-
Write back trade and other payables	(7,281)	-
Share of profit of associates (net of tax)	-	(60)
Share of loss of jointly controlled entities (net of tax)	-	12
Write offs on trade and other receivables	921	21,508
Allowance for impairment of service concession receivables	16,974	-
Transaction costs for conversion of bonds to shares	720	-
Allowance made on on foreseeable losses for WIP	6,641	7,171
Allowance made on on amounts due from related party	-	11,638
Allowance made on on associates	-	1,256
Allowance made on on goodwill	4,044	50
	<u>(14,385)</u>	<u>278</u>
Changes in inventories	(1,266)	466
Changes in contract work-in-progress	10,191	(8,970)
Changes in trade and other receivables	(5,790)	11,510
Changes in trade and other payables	<u>10,929</u>	<u>(1,683)</u>
Cash (used in)/ generated from operating activities	(321)	1,601
Income tax paid	(160)	(612)
Net cash (used in)/ from operating activities	<u>(481)</u>	<u>989</u>
Cash flows from investing activities		
Acquisition of property, plant and equipment	(117)	(415)
Acquisition of intangible assets	-	(285)
Proceeds from sale of property, plant and equipment	6,812	107
Proceeds from sale of subsidiary	153	-
Changes in service concession receivable	(2,624)	(7,490)
Interest received	373	80
Net cash from/ (used in) investing activities	<u>4,597</u>	<u>(8,003)</u>
Cash flows from financing activities		
Proceeds from loans and borrowings	7,526	10,767
Payment of loans and borrowings	(20,291)	(11,391)
Balances with related parties (non-trade)	(495)	440
Proceeds from issue of new shares	3,199	9,683
Proceeds from issue of convertible bonds	1,850	-
Interest paid	(1,210)	(1,453)
Decrease in deposits pledged	28	-
Net cash (used in)/ from financing activities	<u>(9,393)</u>	<u>8,046</u>
Net (decrease)/ increase in cash and cash equivalents	<u>(5,277)</u>	<u>1,032</u>
Cash and cash equivalents at 1 January ⁽¹⁾	9,951	9,087
Effects of exchange rate fluctuations on cash held	778	(168)
Cash and cash equivalents at 31 December ⁽¹⁾	<u>5,452</u>	<u>9,951</u>



CNA GROUP LTD.
(Company Registration No. 199000449K)

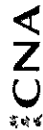
FULL YEAR FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014

Explanatory Notes:

(1) Cash and cash equivalents in the cash flow statement comprises the following:

	The Group	
	31.12.2014	31.12.2013
	S\$'000	S\$'000
Cash at banks and in hand	4,992	5,345
Fixed deposits - current	796	5,167
	5,788	10,512
Less: Deposits pledged	(227)	(254)
	5,561	10,258
Bank overdrafts	(109)	(307)
Cash and cash equivalents	5,452	9,951

	The Group	
	01.01.2014	01.01.2013
	S\$'000	S\$'000
Cash at banks and in hand	5,345	4,998
Fixed deposits - current	5,167	4,549
	10,512	9,547
Less: Deposits pledged	(254)	(299)
	10,258	9,248
Bank overdrafts	(307)	(161)
Cash and cash equivalents	9,951	9,087



CNA GROUP LTD.
(Company Registration No. 199000493X)

FULL YEAR FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014

1(d)(ii) 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	Foreign currency transition reserve	Reserve fund	Reserve for own shares	Fair value reserves	Share-based payment reserve	Equity compensation reserves	Disposal of subsidiaries	Other reserves	Retained earnings	Non-controlling interests	Total attributable equity of the Company	Total equity
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
At 1 January 2013	54,413	(4,500)	1,055	(203)	-	-	(1,338)	4,694	54,032	4,333	4,333	58,365	58,365
Total comprehensive income for the period	-	-	-	-	-	-	-	(25,107)	(25,107)	(17,827)	(17,827)	(42,934)	(42,934)
Less for the period:	-	-	-	-	-	-	-	-	-	-	-	-	-
Foreign currency translation differences	-	1,652	-	-	-	-	-	-	1,652	-	51	1,703	1,703
Total other comprehensive income	-	1,652	-	-	-	-	-	-	1,652	-	51	1,703	1,703
Total comprehensive income for the period	-	-	-	-	-	-	-	(25,107)	(23,455)	(17,776)	(17,776)	(41,231)	(41,231)
Transactions with owners, recorded directly in equity	-	-	-	-	-	-	-	-	-	-	-	-	-
Contributions by and distributions to owners	9,683	-	-	-	-	-	-	-	9,683	-	-	9,683	9,683
Issue of ordinary shares	9,683	-	-	-	-	-	-	-	9,683	-	-	9,683	9,683
Total contributions by and distributions to owners	9,683	-	-	-	-	-	-	-	9,683	-	-	9,683	9,683
At 31 December 2013	64,096	(2,938)	1,055	(203)	-	-	(1,338)	(20,413)	40,260	(13,453)	(13,453)	26,807	26,807

Company	Share capital	Foreign currency transition reserve	Reserve fund	Reserve for own shares	Fair value reserves	Share-based payment reserve	Equity compensation reserves	Disposal of subsidiaries	Other reserves	Retained earnings	Non-controlling interests	Total attributable equity of the Company	Total equity
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
At 1 January 2014	64,096	(2,938)	1,055	(203)	-	-	(1,338)	(20,413)	40,260	(13,453)	(13,453)	26,807	26,807
Total comprehensive income for the period	-	-	-	-	-	-	-	-	-	-	-	-	-
Less for the period:	-	-	-	-	-	-	-	-	-	-	-	-	-
Foreign currency translation differences	-	(1,177)	9	-	-	-	(3)	(29,498)	(29,498)	(604)	(604)	(30,102)	(30,102)
Total other comprehensive income	-	(1,177)	9	-	-	-	(3)	(29,498)	(29,498)	(604)	(604)	(30,102)	(30,102)
Total comprehensive income for the period	-	(1,177)	9	-	-	-	(3)	(29,498)	(29,498)	(604)	(604)	(30,102)	(30,102)
Transactions with owners, recorded directly in equity	-	-	-	-	-	-	-	-	-	-	-	-	-
Contributions by and distributions to owners	6,943	-	-	-	-	-	-	-	6,943	-	-	6,943	6,943
Issue of ordinary shares	6,943	-	-	-	-	-	-	-	6,943	-	-	6,943	6,943
Disposal of subsidiaries	-	-	-	-	-	900	-	-	900	-	-	900	900
Revaluation on quoted investment	-	-	-	-	7,845	-	-	-	7,845	-	-	7,845	7,845
Share-based payment reserve	-	-	-	-	-	739	-	-	739	-	-	739	739
Equity payment reserves	-	-	-	-	-	-	(557)	-	(557)	-	-	(557)	(557)
Total contributions by and distributions to owners	6,943	-	-	-	7,845	739	(557)	900	15,870	-	-	15,870	15,870
At 31 December 2014	71,039	(4,115)	1,065	(203)	7,845	739	(557)	900	(1,341)	(49,911)	(14,877)	10,584	10,584

Company	Share capital	Reserve for own shares	Retained earnings	Fair value reserves	Share-based payment reserve	Equity compensation reserves	Total Equity
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
At 1 January 2013	54,413	(203)	(781)	-	-	-	53,429
Total comprehensive income for the period	-	-	(18,940)	-	-	-	(18,940)
Transactions with owners, recorded directly in equity	9,683	-	-	-	-	-	9,683
Issue of ordinary shares	9,683	-	-	-	-	-	9,683
At 31 December 2013	64,096	(203)	(19,721)	-	-	-	44,172

Company	Share capital	Reserve for own shares	Retained earnings	Fair value reserves	Share-based payment reserve	Equity compensation reserves	Total Equity
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
At 1 January 2014	64,096	(203)	(19,721)	-	-	-	44,172
Total comprehensive income for the period	-	-	(11,902)	-	-	-	(11,902)
Transactions with owners, recorded directly in equity	6,943	-	-	7,845	-	-	6,943
Issue of ordinary shares	6,943	-	-	7,845	-	-	7,845
Revaluation on quoted investment	-	-	-	-	739	-	739
Share-based payment reserve	-	-	-	-	-	(557)	(557)
Equity payment reserves	-	-	-	-	-	(557)	(557)
At 31 December 2014	71,039	(203)	(31,623)	7,845	739	(557)	47,240



CNA GROUP LTD.
(Company Registration No. 199000449K)

FULL YEAR FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014

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 purposes since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year

On 8 July 2014, 15,336,000 new shares were issued at the price of S\$0.0823 per share.

On 29 August 2014, 10,285,714 fee shares were issued at the price of S\$0.07 per share in conjunction with the issue of redeemable zero coupon convertible bonds amounting to S\$120 million.

On 29 August 2014, S\$2,000,000 worth of bonds were issued and on 3 September 2014 and 10 September 2014, S\$1,200,000 and S\$800,000 worth of bonds were converted to 18,165,304 & 12,143,290 new shares at the price of S\$0.06606 and S\$0.06588 per share respectively.

On 10 September 2014, S\$2,000,000 worth of bonds were issued and remain unconverted as at 31 December 2014.

On 17 November 2014, 58,153,846 new shares were issued at the price of S\$0.0520 per share.

As at 31 December 2014, the total number of shares held as treasury shares was 1,321,000 (31 December 2013: 1,321,000 shares).

1(d)(iii) Disclosure of information required under paragraph 1(d)(iii) and (iv) of App. 7.2 of the listing manual

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 financial year.

	<u>31.12.2014</u>	<u>31.12.2013</u>
Total number of shares held as treasury shares	1,321,000	1,321,000
Total number of issued shares (excluding treasury shares)	<u>481,901,128</u>	<u>367,816,974</u>

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

Not Applicable.

2. Whether the figures have been audited, or reviewed and in accordance with which standard (e.g. the Singapore Standard on Auditing 910 (Engagements to Review Financial Statements), or equivalent standard)

The figures have not been audited or reviewed.

3. Where these figures have been audited or reviewed, the auditor's 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 preparation of the financial statements for the current reporting period compared with those of the audited financial statements for the year ended 31 December 2013.



CNA GROUP LTD.
(Company Registration No. 199000449K)

FULL YEAR FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014

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

The adoption of the new and revised FRSs is assessed to have no material impact to the results of the Group and of the Company for the year ending 31 December 2014.

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

	The Group	
	Period Ended 31 December	
	2014	2013
Loss per share (in SGD cents)		
- Basic	(7.42)	(8.02)
- Fully diluted ⁽¹⁾	(7.42)	(8.02)
Weighted average number of shares used in computing earnings per share	397,589,532	313,088,207

Note:

(1) As the potential shares are anti-dilutive, i.e. decreasing the loss per share, the diluted loss per share for the period 31 December 2014 was computed on the same basis as basic loss per share.

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

	The Group		The Company	
	31.12.2014	31.12.2013	31.12.2014	31.12.2013
Net asset value per share (in SGD cents)	5.28	10.95	9.80	12.01
Net assets (S\$'000)	25,461	40,260	47,240	44,172
Number of shares used in calculating NAV	481,901,128	367,816,974	481,901,128	367,816,974



CNA GROUP LTD.
(Company Registration No. 199000449K)

FULL YEAR FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss 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. It must also discuss any material factors that affected cash flow, working capital, assets or liabilities of the group during the current financial period reported on

REVIEW OF THE PERFORMANCE OF THE GROUP

The Group registered revenue of S\$28.9 million for the full year ended 31 December 2014 ("FY2014"), compared with S\$71.2 million for last year ("FY2013"). This represents, in aggregate for all the territories combined, a drop in group revenue by 59.4%. The weak property market in China resulted in a drop of 70.2%, while Vietnam experienced a drop of 64.6%.

Direct costs (comprising material, subcontractor and staff costs) decreased by S\$31.6 million or 55.4% over the period, in line with the decrease in revenue.

The indirect staff costs in FY2014 was 1.4% lower than FY2013 due mainly to staff reductions, arising from strategic cost realignments. Included in the other operating expenses was a net foreign exchange gain of S\$1.0 million for FY2013 against a net gain of S\$144,000 for FY2013 due to the general weakening of the Singapore Dollar against regional currencies. In conjunction with the strategic restructuring of our operations in China, the Group has also performed a re-assessment of its assets, primarily its Dongying industrial waste water treatment plant. This resulted in a provision for impairment of service concession receivables by S\$17.0 million, based on indicative market prices. The Group also made impairment provisions for long outstanding works-in-progress of S\$6.6 million.

The Group's results from operations was a loss of S\$34.1 million in FY2014, against a loss of S\$43.1 million in FY2013.

Higher finance income of S\$2.5 million in FY2014 compared to S\$2.1 million in FY2013 was due largely to the continuing recognition of financial income from service concession receivables attributable to the Dongying industrial waste water treatment project in China. The reduction in finance expenses by S\$630,000 was due mainly to the repayment of bank loans and borrowings.

Included in other income is a gain of S\$4.6 million (FY2013: S\$ Nil) arising from the sale of a property.

Income tax expense was a credit of S\$2.5 million for FY2014 compared to an expense of S\$262,000 in FY2013 due mainly to an over-provision of the accumulated income tax provision from China operations

The Group has taken an impairment of goodwill of S\$4.0 million (FY2013 S\$ Nil) mainly as a result of the declining property related business in China.

Overall, the Group incurred a loss of S\$30.1 million for FY2014 against a loss of S\$43.0 million for FY2013. Loss attributable to shareholders was S\$29.5 million compared against a loss of S\$25.1 million for FY2013.

REVIEW OF THE FINANCIAL POSITION OF THE GROUP

Service concession receivable decreased from S\$27.4 million to S\$15.0 million due to the impairment provision of its industrial waste water treatment plant as aforementioned.

The decrease in contract work-in-progress by S\$17.6 million was due mainly to billings of more project completions during the year and impairment provisions for certain long outstanding work-in-progress.

Current trade receivables decreased from S\$43.2 million to S\$43.7 million primarily due to improved collections. Non-current trade receivables increased by S\$294,000 primarily due to an increase in contract retention amounts on completed projects.

The decrease in cash at bank and cash equivalents from S\$10.5 million to S\$5.8 million was due mainly to repayment of bank loans and borrowings.

Included in equity reserves is an unrealised gain of S\$7.8 million from a quoted investment.

The decrease of current trade and other payables of S\$2.2 million was due mainly to payments to subcontractors and suppliers and the reversal of S\$2.1 million of trade payables of the Group's share of its Dubai subsidiary waiver agreements with unsecured creditors in respect of the arbitration award.

Short term convertible bonds balance S\$2 million (FY2013: S\$ Nil) represents the fair value of the second tranche of convertible bond drawn during the year pending conversion.

The decrease in current portion of loans and borrowing from S\$50.9 million to S\$39.8 million was due partly to the repayment of loans and borrowings.



CNA GROUP LTD.
(Company Registration No. 199000449K)

FULL YEAR FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014

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

Not Applicable.

10. A commentary at the date of the announcement of the 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

For the financial year ended 31 December 2014 ("FY2014"), the Company's revenue was weaker than previous FY2013 and it was mainly impacted by the competitive Singapore market and the volatile Thailand political situation.

As the Singapore economy is forecasted to grow at a rate of between 2.0 and 4.0 per cent in 2015, we expect the construction market to remain a key contributor. The Company will focus on its strong market presence in transport and healthcare related projects. Another growth potential is to capitalize on CNA's accreditation as an ESCO (energy services company) as the Singapore government aims to "green" 80 per cent of Singapore's buildings by 2030.

The Company's Mechanical, Electrical and Plumbing ("MEP") business in China has been facing severe headwinds due to the weak property market conditions. In response, the Company has decided to restructure its China business and we are looking out for alternative investment opportunities.

To support the new initiative, the Company will continue to raise funds to strengthen capital base. As announced on 3 February 2015, the Company has entered a placement agreement to raise funds for selected investments and for general working capital.

In Vietnam, the Company aims to extend its significant track record in transport infrastructure, particularly in aviation related projects.

Looking ahead, with a more stabilised political situation, Thailand GDP growth is set to hit 3.8% in 2015 due to higher fiscal spending on major infrastructure projects. The Company expects its foray into Thailand will bring about positive results in FY2015.

As at 31 December 2014, the order book of the Company stood at S\$77.1 million.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

No.

(b) Corresponding Period of the Immediately Preceding Financial Year

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

No.

(c) Date Payable

Not Applicable.

(d) Books closure date

Not Applicable.

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

No dividend has been declared or recommended for the financial period.



CNA GROUP LTD.
(Company Registration No. 199000449K)

FULL YEAR FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT
(This part is not applicable to Q1, Q2, Q3 or half year results)

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

(a) Geographical Segments

	Singapore	The PRC	Middle East	Vietnam	Thailand	Other countries	Elimination	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
31 December 2014								
Revenue								
Revenue from external customers	18,147	2,769	-	6,898	675	424	-	28,913
Inter-segment revenue	-	-	-	-	-	270	(270)	-
Total	18,147	2,769	-	6,898	675	694	(270)	28,913
Operating (Loss)/Profit	(7,197)	(5,500)	(14,837)	(1,747)	(4,083)	(43)	-	(33,407)
Finance income	21	2,148	275	63	1	-	-	2,508
Finance costs	(568)	(633)	(439)	(80)	(8)	-	-	(1,728)
(Loss)/Profit before taxation	(7,744)	(3,985)	(15,001)	(1,764)	(4,090)	(43)	-	(32,627)
Income tax (expense)/credit	(8)	2,223	-	333	-	(23)	-	2,525
(Loss)/Profit for the year	(7,752)	(1,762)	(15,001)	(1,431)	(4,090)	(66)	-	(30,102)
Other material non-cash items:								
Depreciation of property, plant and equipment	(347)	(87)	(2)	(138)	(17)	(8)	-	(599)
Amortisation of intangible assets	(186)	(85)	-	-	-	-	-	(271)
Write-offs of receivables	(314)	(126)	-	-	(481)	-	-	(921)
Write back of trade and other payables	-	4,668	2,132	-	481	-	-	7,281
Impairment losses made on foreseeable losses for WIP	(2,866)	(3,775)	-	-	-	-	-	(6,641)
Write off of service concession receivables	-	(16,974)	-	-	-	-	-	(16,974)
Impairment losses on inventories	(6)	-	-	-	-	-	-	(6)
Impairment losses on goodwill	-	(4,044)	-	-	-	-	-	(4,044)
Transaction costs for conversion of bonds to shares	(720)	-	-	-	-	-	-	(720)
Other information								
- Capital expenditure	91	2,642	-	9	1	-	-	2,743
- Non-current assets*	946	15,253	1,036	2,172	158	16	-	19,581
Segment assets	44,065	32,258	25,849	17,865	6,652	12,945	(28,035)	111,599
Associates and jointly controlled entities	49	-	874	140	125	-	-	1,188
Investment in unquoted equity	79	518	-	-	-	9,849	-	10,446
Total assets	44,193	32,776	26,723	18,005	6,777	22,794	(28,035)	123,233
Segment liabilities	36,766	27,090	56,891	8,996	10,403	538	(28,035)	112,649

(a) Geographical Segments

	Singapore	The PRC	Middle East	Vietnam	Thailand	Other countries	Elimination	Total
31 December 2013	S\$'000	S\$'000	S\$'000	S\$'000		S\$'000	S\$'000	S\$'000
Revenue								
Revenue from external customers	41,246	9,307	50	19,482	857	214	-	71,156
Inter-segment revenue	130	-	-	-	-	297	(427)	-
Total	41,376	9,307	50	19,482	857	511	(427)	71,156
Operating profit/(loss)	1,490	(8,902)	(33,341)	689	(825)	(310)	-	(41,199)
Finance income	440	1,591	-	61	1	-	-	2,093
Finance costs	(738)	(707)	(905)	-	(6)	(2)	-	(2,358)
Share of results of associates, net of tax	-	-	60	-	-	-	-	60
Share of results of jointly controlled entities, net of tax	(12)	-	-	-	-	-	-	(12)
Impairment loss on associates	-	(1,256)	-	-	-	-	-	(1,256)
Profit/(loss) before taxation	1,180	(9,274)	(34,186)	750	(830)	(313)	-	(42,672)
Income tax (expense)/credit	(5)	-	-	(153)	(118)	14	-	(262)
Profit/(loss) for the year	1,175	(9,274)	(34,186)	597	(948)	(298)	-	(42,934)
Other material non-cash items:								
Depreciation of property, plant and equipment	(437)	(263)	(4)	(187)	(17)	(10)	-	(918)
Amortisation of intangible assets	(108)	(84)	-	-	-	-	-	(192)
Allowance for impairment reversed/(made) for doubtful trade receivables	(275)	(209)	(73)	(4)	(284)	-	-	(845)
Write-offs of receivables	(37)	-	(20,626)	-	-	-	-	(20,663)
Impairment losses made on foreseeable losses for WIP	-	(7,171)	-	-	-	-	-	(7,171)
Impairment losses made on amounts due from related party	-	-	(11,638)	-	-	-	-	(11,638)
Impairment losses on inventories	(1)	-	-	-	-	-	-	(1)
Impairment losses on goodwill	-	(50)	-	-	-	-	-	(50)
Other information								
- Capital expenditure	242	7,647	-	10	4	2	-	7,905
- Non-current assets*	6,988	28,795	991	2,317	164	24	-	39,279
Segment assets	49,334	55,231	23,601	22,207	6,850	12,486	(19,534)	150,175
Associates and jointly controlled entities	54	73	835	140	120	-	-	1,222
Investment in unquoted equity	79	537	-	-	-	2,004	-	2,620
Total assets	49,467	55,841	24,436	22,347	6,970	14,490	(19,534)	154,017
Segment liabilities	37,262	36,252	54,568	11,952	6,234	476	(19,534)	127,210

* Excludes other investments and deferred tax assets.

(b) Business segments

	Revenue		Assets		Capital Expenditure	
	2014	2013	2014	2013	2014	2013
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Mechanical, Engineering & Plumbing	6,740	18,122	36,120	36,482	3	6
Information Communication Technology	5,724	35,769	11,082	46,330	23	264
Maintenance, Sales of products & Others	16,449	17,265	46,966	37,663	82	137
Unallocated	-	-	29,065	33,542	2,635	7,498
	<u>28,913</u>	<u>71,156</u>	<u>123,233</u>	<u>154,018</u>	<u>2,743</u>	<u>7,905</u>

14. 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 paragraph 8.

15. A breakdown of sales

	The Group	
	Actual Full Year Ended 31 December 2014	Actual Full Year Ended 31 December 2013
Sales reported for first half year	18,420	32,134
Operating profit after tax before non-controlling interests reported for first half year	24	(923)
Sales reported for second half year	10,493	39,022
Operating profit after tax before non-controlling interests reported for second half year	(30,126)	(42,011)

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

	Latest Full Year (Proposed) S\$'000	Previous Full Year (Paid) S\$'000
Total Annual Dividend		
Ordinary, tax exempt one tier	<u>Nil</u>	<u>Nil</u>

17. Interested Person Transactions

If no IPT mandate has been obtained, a statement to that effect.

No IPT mandate has been obtained.

18. 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.

Name	Age	Family relationship with a director or Chief Executive officer 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
David Ong Liang Eng	56	Brother to Michael Ong Liang Huat (Executive Director and Group Chief Executive Officer).	Chief Executive Officer of CNA China Co., Ltd since September 2005. Responsible for operations, business development and finance of CNA China.	NIL

BY ORDER OF THE BOARD

Lun Chee Leong
Company Secretary
27 February 2015