



(Company Registration No. 201414628C)

# MS HOLDINGS LIMITED

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## UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 30 APRIL 2016

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*This announcement has been prepared by MS Holdings Limited (“**Company**”) and its contents have been reviewed by United Overseas Bank Limited (“**Sponsor**”) for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (“**SGX-ST**”). The Sponsor has not independently verified the contents of this announcement.*

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**UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 30 APRIL 2016**

**PART 1 - INFORMATION REQUIRED FOR SIX-MONTH AND FULL YEAR ANNOUNCEMENTS**

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

	Group		
	Full year ended 30 April		Change
	2016 S\$'000	2015 S\$'000	
<b>Revenue</b>	17,472	17,088	2.2
Cost of sales	(12,038)	(10,657)	13.0
<b>Gross profit</b>	5,434	6,431	(15.5)
Other income	1,004	2,983	(66.3)
<b>Expenses</b>			
Distribution expenses	(43)	(100)	(57.0)
General and administrative expenses	(4,807)	(5,403)	(11.0)
Finance costs	(999)	(933)	7.1
Share of results of an associate	-	(409)	NM
<b>Profit before tax</b>	589	2,569	(77.1)
Income tax expenses	(182)	(525)	(65.3)
<b>Profit net of tax, representing total comprehensive income for the year attributable to owners of the Company</b>	407	2,044	(80.1)

NM Not meaningful



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**UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 30 APRIL 2016**

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

A) Other income

	Group		
	Full year ended 30 April		
	2016	2015	Change
	S\$'000	S\$'000	%
Rental income from leasehold properties	500	563	(11.2)
Rental income from investment properties	-	64	NM
Service income	83	352	(76.4)
Gain on disposal of plant and equipment	123	969	(87.3)
Gain on disposal of investment properties	-	818	NM
Insurance claim	50	69	(27.5)
Doubtful debts written back	-	31	NM
Government grants/incentives	151	92	64.1
Net foreign exchange gain	59	-	NM
Compensation from claims	-	2	NM
Miscellaneous income	38	23	65.2
	1,004	2,983	(66.3)

B) Profit before tax was stated after charging:

	Group		
	Full year ended 30 April		
	2016	2015	Change
	S\$'000	S\$'000	%
Depreciation of property, plant and equipment	3,334	2,842	17.3
Loss on disposal of plant and equipment	64	-	NM
Loss on disposal of an associate	-	41	NM
Plant and equipment written off	1	-	NM
Net foreign exchange (gain)/loss	(59)	49	NM
Allowance for doubtful trade receivables	-	16	NM
Bad debt written off	1	-	NM
IPO related expenses	-	692	NM

NM Not meaningful



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**UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 30 APRIL 2016**

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

	Group		Company	
	As at 30.04.2016 S\$'000	As at 30.04.2015 S\$'000	As at 30.04.2016 S\$'000	As at 30.04.2015 S\$'000
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, plant and equipment	59,550	57,928	29	-
Investment in subsidiaries	-	-	21,338	21,328
	<u>59,550</u>	<u>57,928</u>	<u>21,367</u>	<u>21,328</u>
<b>Current assets</b>				
Trade and other receivables	5,615	4,141	879	21
Prepaid operating expenses	288	215	3	3
Inventories	4	1,759	-	-
Amount due from subsidiaries	-	-	6,183	5,499
Cash and bank balances	1,823	2,206	24	139
	<u>7,730</u>	<u>8,321</u>	<u>7,089</u>	<u>5,662</u>
<b>Total assets</b>	<u>67,280</u>	<u>66,249</u>	<u>28,456</u>	<u>26,990</u>
<b>EQUITY AND LIABILITIES</b>				
<b>Current liabilities</b>				
Trade and other payables	1,545	1,354	37	21
Accrued operating expenses	925	1,061	263	107
Amount due to subsidiaries	-	-	2,640	-
Obligations under finance leases	5,222	5,070	-	-
Bank borrowings	5,672	620	-	-
Provision for taxation	198	324	8	-
	<u>13,562</u>	<u>8,429</u>	<u>2,948</u>	<u>128</u>
<b>Non-current liabilities</b>				
Obligations under finance leases	13,907	16,904	-	-
Bank borrowings	10,075	10,695	-	-
Deferred tax liabilities	2,041	1,913	2	-
Provision for reinstatement cost	700	700	-	-
	<u>26,723</u>	<u>30,212</u>	<u>2</u>	<u>-</u>
<b>Total liabilities</b>	<u>40,285</u>	<u>38,641</u>	<u>2,950</u>	<u>128</u>
<b>Net assets</b>	<u>26,995</u>	<u>27,608</u>	<u>25,506</u>	<u>26,862</u>
<b>Equity attributable to owners of the Company</b>				
Share capital	25,564	25,564	25,564	25,564
Merger reserve	(19,728)	(19,728)	-	-
Retained earnings	21,159	21,772	(58)	1,298
<b>Total equity</b>	<u>26,995</u>	<u>27,608</u>	<u>25,506</u>	<u>26,862</u>
<b>Total equity and liabilities</b>	<u>67,280</u>	<u>66,249</u>	<u>28,456</u>	<u>26,990</u>



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**UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 30 APRIL 2016**

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

	<u>As at</u>		<u>As at</u>	
	<u>30.04.2016</u>		<u>30.04.2015</u>	
	Secured	Unsecured	Secured	Unsecured
	S\$'000	S\$'000	S\$'000	S\$'000
<b>Current</b>				
Amount repayable in one year or less, or on demand	10,894	–	5,690	–
<b>Non-current</b>				
Amount repayable after one year	23,982	–	27,599	–

**Details of any collaterals**

The Group's borrowings comprised (i) bank borrowings to finance the acquisition of a leasehold property and working capital; and (ii) obligations under finance leases to fund the purchases of cranes and other equipment.

The above credit facilities are secured by one or several of (i) respective plant and equipment financed under hire purchase arrangement; (ii) mortgage over the leasehold property; and (iii) corporate guarantee by the Company.



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**UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 30 APRIL 2016**

**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.**

	<b>Group</b>	
	<b>Full year ended 30 April</b>	
	<b>2016 S\$'000</b>	<b>2015 S\$'000</b>
<b>Operating activities:</b>		
Profit before tax	589	2,569
Adjustments for:		
Depreciation of property, plant and equipment	3,334	2,842
Plant and equipment written off	1	-
Bad debt written off	1	-
Gain on disposal of plant and equipment, net	(59)	(969)
Gain on disposal of investment properties held-for-sale	-	(818)
Share of results of an associate	-	409
Loss on disposal of an associate	-	41
Allowance for doubtful trade receivables	-	16
Interest expense	999	933
Total adjustments	4,276	2,454
<b>Operating cash flows before changes in working capital</b>	<b>4,865</b>	<b>5,023</b>
Changes in working capital:		
(Increase)/decrease in trade and other receivables	(609)	803
Increase in prepaid operating expenses	(73)	(47)
Increase in inventories	(4)	(2,610)
Increase in trade and other payables	61	829
(Decrease)/Increase in accrued operating expenses	(141)	282
Total changes in working capital	(766)	(743)
<b>Cash flows from operations</b>	<b>4,099</b>	<b>4,280</b>
Income tax paid	(181)	(379)
Interest paid	(994)	(933)
<b>Net cash flows generated from operating activities</b>	<b>2,924</b>	<b>2,968</b>
<b>Investing activities:</b>		
Purchase of property, plant and equipment ( <i>Note B</i> )	(911)	(1,197)
Proceeds from disposal of plant and equipment	312	975
Loan to a third party	(875)	-
<b>Net cash flows used in investing activities</b>	<b>(1,474)</b>	<b>(222)</b>



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**UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 30 APRIL 2016**

**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.**

	<b>Group</b>	
	<b>Full year ended</b>	
	<b>30 April</b>	
	<b>2016</b>	<b>2015</b>
	<b>S\$'000</b>	<b>S\$'000</b>
<b>Financing activities:</b>		
Proceeds from bank borrowings	5,000	-
Repayment of bank borrowings	(568)	(2,171)
Repayment of obligations under finance leases	(5,245)	(5,210)
Dividends paid	(1,020)	-
Proceeds from issuance of shares pursuant to IPO	-	5,000
Payments of IPO related expenses	-	(1,056)
Repayment to directors	-	(165)
Refund of pledged bank deposit	51	-
<b>Net cash flows used in financing activities</b>	<b>(1,782)</b>	<b>(3,602)</b>
Net decrease in cash and cash equivalents	(332)	(856)
Cash and cash equivalents at 1 May	2,104	2,960
<b>Cash and cash equivalents at 30 April (Note A)</b>	<b>1,772</b>	<b>2,104</b>



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**UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 30 APRIL 2016**

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.

**Notes to Consolidated Statements of Cash Flows:**

A) Cash and cash equivalents comprised of the following:

	<b>Group</b>	
	<b>Full year ended 30 April</b>	
	<b>2016 S\$'000</b>	<b>2015 S\$'000</b>
Pledged bank deposit	51	102
Cash at bank and on hand	1,772	2,104
	<u>1,823</u>	<u>2,206</u>
Less: Pledged bank deposit	(51)	(102)
Cash and cash equivalents	<u>1,772</u>	<u>2,104</u>

B) Purchase of property, plant and equipment

	<b>Group</b>	
	<b>Full year ended 30 April</b>	
	<b>2016 S\$'000</b>	<b>2015 S\$'000</b>
Current year additions to property, plant and equipment	3,451	9,244
Add:		
Deposits made for purchase of property, plant and equipment	10	20
Less:		
Deposits made for purchase of property, plant and equipment in prior year	(20)	(230)
Increase in other payables	(130)	-
Increase in obligations under finance leases	<u>(2,400)</u>	<u>(7,837)</u>
Net cash outflow for purchase of property, plant and equipment	<u>911</u>	<u>1,197</u>





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**UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 30 APRIL 2016**

**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.**

<b>Group</b>	<b>Share Capital S\$'000</b>	<b>Merger Reserve S\$'000</b>	<b>Retained Earnings S\$'000</b>	<b>Total S\$'000</b>
At 1 May 2014	1,200	-	19,728	20,928
Profit for the year, representing total comprehensive income for the year	-	-	2,044	2,044
Shares issued during incorporation Adjustment pursuant to the restructuring exercise	-	-	-	-
Shares issued pursuant to IPO	19,728	(19,728)	-	-
Capitalisation of IPO related expenses	5,000	-	-	5,000
	(364)	-	-	(364)
At 30 April 2015	<u>25,564</u>	<u>(19,728)</u>	<u>21,772</u>	<u>27,608</u>
At 1 May 2015	25,564	(19,728)	21,772	27,608
Profit for the year, representing total comprehensive income for the year	-	-	407	407
Dividends on ordinary shares	-	-	(1,020)	(1,020)
At 30 April 2016	<u>25,564</u>	<u>(19,728)</u>	<u>21,159</u>	<u>26,995</u>
<b>Company</b>				
At 21 May 2014, date of incorporation	-	-	-	-
Profit for the year, representing total comprehensive income for the year Adjustment pursuant to the restructuring exercise	-	-	1,298	1,298
Shares issued pursuant to IPO	20,928	-	-	20,928
Capitalisation of IPO related expenses	5,000	-	-	5,000
	(364)	-	-	(364)
At 30 April 2015	<u>25,564</u>	<u>-</u>	<u>1,298</u>	<u>26,862</u>
At 1 May 2015	25,564	-	1,298	26,862
Loss for the year, representing total				

comprehensive loss for the year	-	-	(336)	(336)
Dividends on ordinary shares	-	-	(1,020)	(1,020)
At 30 April 2016	25,564	-	(58)	25,506

\*: Less than S\$1,000



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**UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 30 APRIL 2016**

- 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>Company</u>	
	No. of shares	Issued and paid up share capital S\$
Balance as at 31 October 2015 and 30 April 2016	102,000,000	25,564,000

There are no outstanding options convertibles or treasury shares as at 30 April 2016 and 30 April 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.

	<u>Company</u>	
	As at 30.04.2016	As at 30.04.2015
Total number of issued ordinary shares	102,000,000	102,000,000



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**UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 30 APRIL 2016**

**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 are no treasury shares held by the Company.

**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 Company's auditor.

**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.**

Save as disclosed in paragraph 5 below, the financial statements have been prepared based on accounting policies and methods of computation consistent with those adopted in the most recent audited financial statements of the Group for the financial year ended 30 April 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.**

The Group has adopted new and revised Singapore Financial Reporting Standards ("SFRS") and interpretations of SFRS applicable to the Group which are effective for the financial year beginning 1 May 2015. These are not expected to have a material impact on the Group's financial statements.



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**UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 30 APRIL 2016**

**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.**

	<b>Group Full year ended 30 April</b>	
	<b>2016</b>	<b>2015</b>
Earnings per share		
(a) Basic earnings per share (cents)	0.40	2.0
(b) Diluted earnings per share (cents)	0.40	2.0
Weighted average number of shares ('000)	102,000	102,000

As at 30 April 2016 and 30 April 2015, the Company does not have any dilutive instruments.

**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.**

	<b>Group</b>		<b>Company</b>	
	<b>As at 30.04.2016</b>	<b>As at 30.04.2015</b>	<b>As at 30.04.2016</b>	<b>As at 30.04.2015</b>
Net assets (S\$'000)	26,995	27,608	25,506	26,862
Number of shares used in calculating net asset value per share ('000)	102,000	102,000	102,000	102,000
Net asset value per share attributable to owners of the Company (cents)	26.5	27.1	25.0	26.3



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## UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 30 APRIL 2016

- 8 A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:
- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and
  - (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

### Review of the Group's performance

#### Revenue

For the financial year ended 30 April 2016 ("FY2016"), the Group's revenue increased marginally by 2.2% to S\$17.5 million, compared to S\$17.1 million in the financial year ended 30 April 2015 ("FY2015"). This was mainly due to an increase in revenue from a subsidiary which provide project management services. However, the increase was partially offset by the decrease in average rental rates of cranes which reflected the challenging market conditions faced by our customers in construction, marine, logistics, oil and gas as well as infrastructure industries.

#### Cost of sales and gross profit

Cost of sales increased by S\$1.4 million or 13.0%, from S\$10.7 million in FY2015 to S\$12.1 million in FY2016 mainly due to an increase in labour costs and depreciation expenses.

The increase in depreciation expenses was mainly due to acquisitions of new mobile cranes and replacement of used lorry cranes pursuant to the Group's fleet renewal strategy.

Consequently, gross profit decreased by S\$1.0 million or 15.5%, from S\$6.4 million in FY2015 to S\$5.4 million in FY2016. Correspondingly, gross profit margin dipped from 37.6% to 31.1%.

#### Other income

Other income decreased by S\$2.0 million or 66.3%, from S\$3.0 million in FY2015 to S\$1.0 million in FY2016, Other income was higher in FY2015 due to one-time gain on disposal of investment properties and gain on disposal of aged mobile cranes amounting to S\$0.8 million and S\$1.0 million respectively.

#### Distribution expenses

Distribution expenses were not significant for both FY2015 and FY2016 and were less than S\$0.1 million for both periods.

#### General and administrative expenses

General and administrative expenses decreased by S\$0.6 million or 11.0%, from S\$5.4 million in FY2015 to S\$4.8 million in FY2016 mainly due to a decrease in legal and professional fees (incurred on the Group's one-off IPO related expenses) amounting to S\$0.7 million. This was partially offset by an increase in employee benefits expense of S\$0.1 million in FY2016.



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## **UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 30 APRIL 2016**

### **Finance costs**

Finance costs were fairly constant at S\$1.0 million and S\$0.9 million in FY2016 and FY2015 respectively.

### **Income tax expenses**

The decrease in income tax expenses from S\$0.5 million in FY2015 to S\$0.2 million in FY2016 was mainly due to the taxable temporary differences of tax and accounting depreciation.

### **Profit after tax**

Profit after tax declined by S\$1.6 million or 80.1%, from S\$2.0 million in FY2015 to S\$0.4 million in FY2016 mainly due to the higher depreciation expenses and lower gross profit margin in view of the challenging market conditions.

### **Review of the Group's financial position**

#### **Non-current assets**

As at 30 April 2016, non-current assets amounted to S\$59.6 million or 88.6% of total assets of S\$67.3 million.

Property, plant and equipment increased by S\$1.7 million from S\$57.9 million as at 30 April 2015 to S\$59.6 million as at 30 April 2016 mainly due to the acquisition of new mobile cranes and replacement of used lorry cranes and reclassification of inventories (comprising cranes which were for the trading business) that were being leased out to third parties.

#### **Current assets**

As at 30 April 2016, current assets amounted to S\$7.7 million or 11.4% of total assets of S\$67.3 million.

Trade and other receivables increased by S\$1.5 million from S\$4.1 million as at 30 April 2015 to S\$5.6 million as at 30 April 2016.

Inventories (comprising cranes which were for the trading business) decreased by S\$1.8 million mainly due to reclassification of S\$1.8 million of inventories to plant and equipment on the basis that the equipment were being leased out to third parties.

Cash and bank balances decreased by S\$0.4 million from S\$2.2 million as at 30 April 2015 to S\$1.8 million as at 30 April 2016.



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## **UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 30 APRIL 2016**

### **Current liabilities**

As at 30 April 2016, current liabilities amounted to S\$13.6 million or 33.7% of total liabilities of S\$40.3 million.

Trade and other payables increased by S\$0.1 million from S\$1.4 million as at 30 April 2015 to S\$1.5 million as at 30 April 2016 mainly due to the timing of payment made to suppliers in FY2016.

Accrued operating expenses mainly comprise the accrual for professional fees, purchases and director fees.

Current portion of obligations under finance leases increased by S\$0.1 million from S\$5.1 million as at 30 April 2015 to S\$5.2 million as at 30 April 2016 due to the drawdown of hire purchase facilities to purchase plant and equipment. This was partially offset by the lease repayments.

Current portion of bank borrowings increased by S\$5.1 million from S\$0.6 million as at 30 April 2015 to S\$5.7 million as at 30 April 2016 mainly due to the drawdown of banking facilities for working capital purposes.

Provision of taxation decreased from S\$0.3 million as at 30 April 2015 to S\$0.2 million as at 30 April 2016 due to a decrease in profit before tax.

### **Non-current liabilities**

As at 30 April 2016, non-current liabilities amounted to S\$26.7 million or 66.3% of total liabilities of S\$40.3 million.

Non-current portion of obligations under finance leases decreased by S\$3.0 million from S\$16.9 million as at 30 April 2015 to S\$13.9 million as at 30 April 2016 due to the lease repayments.

Non-current portion of bank borrowings decreased by S\$0.6 million from S\$10.7 million as at 30 April 2015 to S\$10.1 million as at 30 April 2016 due to the repayment of bank borrowings.

Deferred tax liabilities increased from S\$1.9 million as at 30 April 2015 to S\$2.0 million as at 30 April 2016.

Provision for reinstatement cost amounted to S\$0.7 million as at 30 April 2015 and 30 April 2016.

### **Total equity**

While the Group registered a net profit of S\$0.4 million, total equity decreased by S\$0.6 million from S\$27.6 million as at 30 April 2015 to S\$27.0 million as at 30 April 2016 due to a final dividend payment of S\$1.0 million for FY2015.



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## **UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 30 APRIL 2016**

### **Working capital**

The Group recorded a negative working capital of S\$5.9 million as at 30 April 2016 due mainly to drawdown of bank borrowings for working capital purposes.

### **Review of the Group's statement of cash flows**

In FY2016, the Group generated net cash from operating activities before changes in working capital of S\$4.9 million. Net cash used in working capital amounted to S\$0.8 million mainly due to an increase in trade and other receivables of S\$0.6 million. The Group also paid income tax of S\$0.2 million and interest expenses of S\$1.0 million. As a result, the Group generated net cash from operating activities amounting to S\$2.9 million.

Net cash used in investing activities amounted to S\$1.5 million as a result of acquisition of property, plant and equipment of S\$0.9 million and loan to a third party of S\$0.9 million partially offset by the proceeds from disposal of plant and equipment of S\$0.3 million.

Net cash used in financing activities amounted to S\$1.8 million mainly due to the repayment of bank borrowings of S\$0.6 million, repayment of obligations under finance leases of S\$5.2 million and payment of dividends of S\$1.0 million. It was partially offset by the proceeds from the drawdown of banking facilities of S\$5.0 million and release of pledged bank deposit of S\$0.05 million.

As a result of the above, the Group's cash and cash equivalents decreased by S\$0.3 million from S\$2.1 million in FY2015 to S\$1.8 million in FY2016.

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

No forecast nor 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 12 months.**

The Directors believe that the outlook for the crane rental business is expected to remain challenging although rental rates have stabilised. Barring unforeseen circumstances, the Group remains cautiously optimistic of its business prospects based on the trends and developments of the construction, marine, logistics, oil and gas as well as infrastructure industries. The Group will continue to capitalise on any opportunities which may arise.

The Group will review and implement cost savings measures and focus on optimising the deployment of its fleet of mobile cranes and lorry cranes.





(Company Registration No. 201414628C)

**UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 30 APRIL 2016**

**PART 2 – ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENTS**

**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?

Yes.

Name of dividend	Final
Dividend type	Cash
Dividend amount per ordinary share	1.0 cent
Tax rate	Tax exempt one-tier

**(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 for FY2016.

**13 If the group has obtained a general mandate from shareholders for Interested Person Transactions (the “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 Group has not obtained a general mandate from shareholders for interested person transactions.

**14 Negative confirmation pursuant to Rule 705(5)**

Not required for announcement on full year results.



(Company Registration No. 201414628C)

**UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 30 APRIL 2016**

**15 Confirmation of Procuring Undertakings from Directors and Executive Officers**

The Group has procured undertakings from all its Directors and Executive Officers, in the format set out in Appendix 7H, pursuant to Rule 720(1) of the Catalist Rules.

**16 Segmented revenue and results for operating 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.**

**Business segment information**

As at 30 April 2015 and 30 April 2016, the Group has only one operating segment from the hiring of mobile cranes and lorry cranes. The management has not identified any business or operating units separately for the purpose of making decisions about resource allocation and performance assessment.

**Geographical segment information**

Revenue and non-current assets information based on the geographical location of customers and assets respectively are as follows:	Group	
	Full year ended	
	30.04.2016 S\$'000	30.04.2015 S\$'000
Revenue Singapore	17,472	17,088
Non-current assets Singapore	59,550	57,928

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

Please refer to paragraph 8.

**18 A breakdown of sales and operating profit after tax are as follows:**

	Group		
	Full year ended		% increase/ (decrease)
	30.04.2016 S\$'000	30.04.2015 S\$'000	
Sales reported for first half year	8,967	9,037	(0.8)
Operating profit after tax for first half year	667	862	(22.6)
Sales reported for second half year	8,505	8,051	5.6
Operating profit after tax for second half year	(260)	1,182	NM

NM Not meaningful



(Company Registration No. 201414628C)

**UNAUDITED FULL YEAR FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 30 APRIL 2016**

- 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:-**

	Company	
	FY2016 S\$'000	FY2015 S\$'000
Ordinary Preference	-	1,020
	-	-
<b>Total</b>	<b>-</b>	<b>1,020</b>

- 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(10) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.**

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties and the year the position was first held	Details of changes in duties and positions held, if any, during the year
Yap Sian Lay	63	Father of Yap Chin Hock (Executive Director and Chief Executive Officer) and Yap Bee Ling (Executive Director (Business Development)) and spouse of Ng Chui Hwa (Executive Chairman)	Technical Director since FY2015. He is responsible for overseeing the maintenance, repair and reconditioning of the Group's lifting and hauling fleet	Not applicable

**BY ORDER OF THE BOARD**

**Yap Chin Hock**  
Executive Director and Chief Executive Officer

**Yap Bee Ling**  
Executive Director

24 June 2016