

UNAUDITED RESULTS FOR THE THIRD QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2013

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2, Q3 & Q4) HALF YEAR AND FULL YEAR RESULTS

The Directors of Lereno Bio-Chem Ltd wish to announce the unaudited results of the Group for the third quarter ended 31 December 2013 ("3Q FY 2014").

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

Income Statements

	Group		+ / (-)	Group		+ / (-)
	3rd quarter ended 31.12.13	3rd quarter ended 31.12.12		9 Months ended 31.12.13	9 Months ended 31.12.12	
	S\$'000	S\$'000		S\$'000	S\$'000	
Other income	3	-	NM	6	6	(8)
Total revenue	3	-	NM	6	6	(8)
Items of expense						
Staff costs	(187)	(176)	6	(561)	(684)	(18)
Other expenses	(153)	(186)	(18)	(469)	(559)	(16)
Finance costs	(2)	-	NM	(3)	(2)	20
Loss before taxation	(339)	(362)	(6)	(1,027)	(1,239)	(17)
Taxation	-	-	NM	-	-	NM
Loss for the period	(339)	(362)	(6)	(1,027)	(1,239)	(17)

Consolidated Statement of Comprehensive Income for the 3rd Quarter ended 31 December 2013

	Group		+ / (-)	Group		+ / (-)
	3rd quarter ended 31.12.13	3rd quarter ended 31.12.12		9 Months ended 31.12.13	9 Months ended 31.12.12	
	S\$'000	S\$'000		S\$'000	S\$'000	
Loss for the period, net of tax	(339)	(362)	(6)	(1,027)	(1,239)	(17)
Other comprehensive income (taken directly to equity)						
Exchange (loss) / gain on foreign currency translation	-	-	NM	-	-	NM
Total comprehensive loss for the period	(339)	(362)	(6)	(1,027)	(1,239)	(17)

Notes to Income Statements

The following items were (charged)/credited to the income statement:

	Group		+ / (-)	Group		+ / (-)
	3rd quarter ended 31.12.13	3rd quarter ended 31.12.12		9 Months ended 31.12.13	9 Months ended 31.12.12	
	S\$'000	S\$'000		S\$'000	S\$'000	
Depreciation of property, plant and equipment	(5)	(5)	2	(16)	(15)	3
Exchange gain / (loss)	-	-	NM	-	-	NM

NM : Not meaningful.

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	Audited	Unaudited	Audited
	31 Dec 2013	31 Mar 2013	31 Dec 2013	31 Mar 2013
	S\$'000	S\$'000	S\$'000	S\$'000
Non current assets				
Property, plant and equipment	45	48	45	48
Agricultural assets	-	-	-	-
Goodwill on consolidation	-	-	-	-
Subsidiaries	-	-	-	-
Associated company	-	-	-	-
Other assets	-	-	-	-
	<u>45</u>	<u>48</u>	<u>45</u>	<u>48</u>
Current assets				
Other receivables	64	68	62	21
Prepayments	13	15	13	8
Amount owing by subsidiaries	-	-	156	-
Amount owing by related parties	24	25	7	7
Cash and bank balances	351	211	221	154
	<u>452</u>	<u>319</u>	<u>459</u>	<u>190</u>
Current liabilities				
Trade payables	253	98	251	96
Other payables	2,291	5,152	2,194	5,053
Provision for warranty and defects	-	214	-	-
Provision for litigation claims	-	580	-	580
Amounts owing to related parties	64	65	36	36
	<u>2,608</u>	<u>6,109</u>	<u>2,481</u>	<u>5,765</u>
Net current liabilities	(2,156)	(5,790)	(2,022)	(5,575)
Non current liabilities				
Hire purchase creditors	(5)	(35)	(5)	(35)
Net liabilities	<u>(2,116)</u>	<u>(5,777)</u>	<u>(1,982)</u>	<u>(5,562)</u>
Equity attributable to equity holders of the parent				
Share capital	36,825	32,137	36,825	32,137
Accumulated losses	(38,831)	(37,804)	(38,807)	(37,699)
Capital reserve	-	-	-	-
Other reserves	(110)	(110)	-	-
	<u>(2,116)</u>	<u>(5,777)</u>	<u>(1,982)</u>	<u>(5,562)</u>
Non-controlling interest	-	-	-	-
Total equity	<u>(2,116)</u>	<u>(5,777)</u>	<u>(1,982)</u>	<u>(5,562)</u>

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

Amount repayable in one year or less, or on demand

As At 31 Dec 2013	
Secured S\$'000	Unsecured S\$'000
24	-

As At 31 Mar 2013	
Secured S\$'000	Unsecured S\$'000
24	-

Amount repayable after one year

As At 31 Dec 2013	
Secured S\$'000	Unsecured S\$'000
5	-

As At 31 Mar 2013	
Secured S\$'000	Unsecured S\$'000
35	-

Details of any collateral

The secured borrowings are in relation to assets acquired under hire purchase financing.

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.

Statement of Cash Flows

	Group		Group	
	3rd quarter ended 31.12.13	3rd quarter ended 31.12.12	9 Months ended 31.12.13	9 Months ended 31.12.12
	S\$'000	S\$'000	S\$'000	S\$'000
Cash flows from operating activities				
Loss before taxation	(339)	(362)	(1,027)	(1,239)
Adjustments for:				
Depreciation of property, plant and equipment	5	5	16	15
(Gain) / Loss on disposal of property, plant and equipment	(3)	-	(3)	-
Interest expense	-	-	-	1
Operating loss before changes in working capital	(337)	(357)	(1,014)	(1,223)
Decrease in receivables	36	2	4	-
Decrease / (Increase) in prepayments	18	8	2	7
Increase / (Decrease) in payables	54	50	2,731	59
Decrease in amount owing to related parties	0	(1)	-	-
Cash flows (used in) / generated from operations	(229)	(298)	1,723	(1,158)
Interest paid	-	-	-	(1)
Net cash flows (used in) / generated from operating activities	(229)	(298)	1,723	(1,159)
Cash flows from investing activities				
Purchase of property, plant and equipment	(3)	-	(49)	-
Proceeds from sale of property, plant and equipment	39	-	39	-
Net cash flows generated from / (used in) investing activities	36	-	(10)	-
Cash flows from financing activities				
Payment made to hire purchase creditors	(38)	(4)	(48)	(18)
Increase/(Decrease) in loan from a director	356	346	(1,525)	1,286
Net cash flows generated from / (used in) financing activities	318	342	(1,573)	1,268
Net increase/ (decrease) in cash and cash equivalents	125	44	140	109
Cash and cash equivalents at beginning of the period	226	132	211	67
Cash and cash equivalents at end of the period	351	176	351	176

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.

**STATEMENT OF CHANGES IN EQUITY
FOR THE THIRD QUARTER ENDED 31 DECEMBER 2013**

Changes in equity Group (S\$'000)	Attributable to equity holders of the Company					Non - Controlling Interest	Total Equity
	Share Capital	Capital Reserve	Translation Reserve	Accum. Losses	Total		
As at 1 Oct 2013	36,825	-	(110)	(38,492)	(1,777)	-	(1,777)
Total comprehensive income / (loss) for the period	-	-	-	(339)	(339)	-	(339)
As at 31 Dec 2013	<u>36,825</u>	<u>-</u>	<u>(110)</u>	<u>(38,831)</u>	<u>(2,116)</u>	<u>-</u>	<u>(2,116)</u>

	Attributable to equity holders of the Company					Non- Controlling Interest	Total Equity
	Share Capital	Capital Reserve	Translation Reserve	Accum. Losses	Total		
As at 1 Oct 2012	32,137	3,150	(110)	(40,189)	(5,012)	-	(5,012)
Total comprehensive income / (loss) for the period	-	-	-	(362)	(362)	-	(362)
As at 31 Dec 2012	<u>32,137</u>	<u>3,150</u>	<u>(110)</u>	<u>(40,551)</u>	<u>(5,374)</u>	<u>-</u>	<u>(5,374)</u>

Changes in equity Company (S\$'000)	Attributable to equity holders of the Company			
	Share Capital	Capital Reserve	Accum. Losses	Total
As at 1 Oct 2013	36,825	-	(38,494)	(1,669)
Total comprehensive loss for the period	-	-	(313)	(313)
As at 31 Dec 2013	<u>36,825</u>	<u>-</u>	<u>(38,807)</u>	<u>(1,982)</u>
As at 1 Oct 2012	32,137	3,150	(39,892)	(4,605)
Total comprehensive income for the period	-	-	(296)	(296)
As at 31 Dec 2012	<u>32,137</u>	<u>3,150</u>	<u>(40,188)</u>	<u>(4,901)</u>

- 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 or 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.

Shares granted to directors and staff under the Employee Share Award

	3 months ended 31.12.13	3 months ended 31.12.12
Balance at 1 October	-	-
Shares granted during the year/period	-	-
Shares issued during the year/period	-	-
Balance at 31 December	-	-

Warrants

	3 months ended 31.12.13	3 months ended 31.12.12
Balance at 1 October	115,443,017	115,443,017
Warrants issued during the year	-	-
Converted during the period	-	-
Warrants expired	-	-
Warrants cancelled during the period	-	-
Balance at 31 December	115,443,017	115,443,017

Number of ordinary shares

	3 months ended 31.12.13	3 months ended 31.12.12
Balance at 1 October	3,681,524,743	2,900,121,493
Shares issued to pay creditor	-	-
Issue of new shares	-	-
Placement of shares	-	-
Shares issued from warrant conversion	-	-
Employee Share Awards	-	-
Balance at 31 December	3,681,524,743	2,900,121,493

There are no treasury shares in issue.

- 1d(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 number of issued shares as at 31 December 2013 was 3,681,524,743 (31 December 2012: 2,900,121,493).

- 1d(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of 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 financial statements have been prepared in compliance with the same accounting policies and method of computation adopted in the audited financial statements of the last financial year.

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

Not applicable.

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:

	3rd quarter ended 31.12.13	3rd quarter ended 31.12.12	9 Months ended 31.12.13	9 Months ended 31.12.12
	Cents	Cents	Cents	Cents
Loss per ordinary share(cent)				
Basic	(0.01)	(0.01)	(0.03)	(0.04)
Diluted	(0.01)	(0.01)	(0.03)	(0.04)
Weighted average number of shares				
Basic	3,681,524,743	2,900,121,493	3,319,341,485	2,900,121,493
Diluted	3,681,524,743	2,900,121,493	3,319,341,485	2,900,121,493

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

	Group		Company	
	As at 31 Dec 2013	As at 31 Mar 2013	As at 31 Dec 2013	As at 31 Mar 2013
Net asset value per ordinary share (cents)	(0.06)	(0.17)	(0.05)	(0.16)

Net asset value per ordinary share for the Group and Company is computed based on 3,681,524,743 ordinary shares as at 31 December 2013 (2,900,121,493 ordinary shares as of 31 March 2013) in issue.

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

STATEMENT OF COMPREHENSIVE INCOME
3Q FY 2014

The Group registered a lower loss of S\$1.027 million for 9 months ending 31 December 2013 as compared to S\$1.239 million for the 9 months ending 31 December 2012 mainly due to the decrease in total staff cost and other operating expenses.

STATEMENT OF FINANCIAL POSITION AND STATEMENT OF CASH FLOWS

The cash and cash equivalents increased from S\$176,000 in 3QFY2013 to S\$351,000 in 3QFY2014 due to the reduction of payables. The Company's net current liabilities decreased from S\$5.575 million at 31 March 2013 to S\$2.022 million as at 31 December 2013 mainly due to the conversion of debt to equity in August 2013 and thus a decrease in the Group's negative shareholders' equity to S\$1.982 million in 3QFY2014. This negative shareholders' equity is funded by one of the Company's major shareholders and directors and/or his associates.

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

Not applicable.

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 Company is still exploring opportunities to acquire new assets and/or profitable business. One of the Company's major shareholders and directors will continue to provide financial support to the Group for the next 12 months.

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) Tax on dividend

Whether the dividend is before tax, net of tax or tax exempt? Not applicable

- (d) Date payable

Not applicable

- (e) Books closure date

Not applicable

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

No dividend has been declared/recommended.

13. Interested Person Transactions

The aggregate value of interested person transactions is as follows:-

Name of Interested Person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transaction conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
	3Q 2014 S\$'000 -	3Q 2014 S\$'000 -

14. Confirmation pursuant to Rule 705(5) of the SGX Listing Manual

We, ONG PUAY KOON and ONG CHOON LUI, being two directors of Lereno Bio-Chem Ltd ("the Company"), do hereby confirm on behalf of the directors of the Company that, to the best of their knowledge, nothing has come to the attention of the board of directors of the Company which may render the third quarter ended 31 December 2013 unaudited financial results to be false or misleading.

On behalf of the Board of Directors
LERENO BIO-CHEM LTD

ONG PUAY KOON
Managing Director and Chief Executive Officer
12 February 2014

ONG CHOON LUI
Executive Director

Review by Catalyst Sponsor

This announcement has been reviewed by the Company's Sponsor, RHT Capital Pte. Ltd., for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("SGX-ST"). The Company's Sponsor has not independently verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is:
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