

The Directors are pleased to make the following announcement of the unaudited results for the financial year ended 31 December 2015.

1(a)(i) 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

	Group			Group		
	Fourth Quarter Ended			Full Year Ended		
	S\$'000		%	S\$'000		%
	31/12/15	31/12/14	Change	31/12/15	31/12/14	Change
Revenue	27,432	33,794	(19%)	116,539	135,160	(14%)
Cost of sales	(19,733)	(21,398)	(8%)	(78,092)	(88,624)	(12%)
Gross profit	7,699	12,396	(38%)	38,447	46,536	(17%)
Other income	127	238	(47%)	661	711	(7%)
Marketing and distribution	(2,788)	(2,825)	(1%)	(12,014)	(11,819)	2%
Research and development	(3,763)	(2,616)	44%	(14,100)	(9,880)	43%
Administrative expenses	(6,242)	(5,254)	19%	(26,416)	(23,930)	10%
Other net operating (loss)/gain	(1,002)	783	NM	1,007	998	1%
Operating expenses	(13,795)	(9,912)	39%	(51,523)	(44,631)	15%
Operating (loss)/profit	(5,969)	2,722	NM	(12,415)	2,616	NM
Finance costs, net	(205)	(284)	(28%)	(1,058)	(1,015)	4%
Exceptional Items	(36,177)	(1,460)	NM	(32,578)	(1,063)	NM
Share of results of associates, net of tax	-	-	NM	(3)	-	NM
(Loss)/profit before tax	(42,351)	978	NM	(46,054)	538	NM
Income tax expense	1,538	1,277	20%	(836)	(878)	(5%)
Net (loss)/profit for the year	(40,813)	2,255		(46,890)	(340)	
Attributable to :						
Owners of the Company	(22,636)	3,201	NM	(20,478)	2,857	NM
Non-controlling interests	(18,177)	(946)	NM	(26,412)	(3,197)	726%
Net (loss)/profit for the year	(40,813)	2,255		(46,890)	(340)	

1(a)(ii) The following items (with appropriate breakdowns and explanations), if significant, must either be included in the income statement or in the notes to the income statement for the current financial period reported on and the corresponding period of the immediately preceding financial year

(Loss)/profit before tax is stated after crediting/(charging):

	Group			Group		
	Fourth Quarter Ended			Full Year Ended		
	S\$'000	%	S\$'000	%		
	31/12/15	31/12/14	Change	31/12/15	31/12/14	Change
Interest income	40	25	60%	95	103	(8%)
Interest on borrowings	(197)	(256)	(23%)	(928)	(911)	2%
Depreciation of property, plant and equipment	(1,850)	(1,770)	5%	(7,603)	(6,613)	15%
Amortisation of intangible assets	(76)	(75)	1%	(301)	(294)	2%
Gain/(loss) on disposal of property, plant and equipment	62	(7)	NM	36	44	(18%)
(Impairment loss)/reversal of impairment loss on trade receivables	(73)	274	NM	(73)	194	NM
(Allowance)/write back for stock obsolescence	(264)	94	NM	(511)	(446)	15%
Impairment loss on club membership	-	(4)	NM	(50)	(43)	16%
Foreign currency exchange (loss)/gain	(1,004)	797	NM	1,081	1,121	(4%)

Exceptional items

	Group			Group		
	Fourth Quarter Ended			Full Year Ended		
	S\$'000	%	S\$'000	%		
	31/12/15	31/12/14	Change	31/12/15	31/12/14	Change
Impairment loss on property, plant & equipment	(20,311)	-	NM	(20,311)	-	NM
Impairment in goodwill of subsidiaries	(13,717)	-	NM	(13,717)	-	NM
Impairment loss on other receivables	(2,149)	-	NM	(2,149)	-	NM
Gain on disposal of investment securities	-	3	NM	3,599	400	800%
Realisation of foreign currency translation reserves on deregistration of subsidiaries	-	(1,163)	NM	-	(1,163)	NM
Gain on deregistration of a subsidiary	-	32	NM	-	32	NM
Impairment loss on investment securities	-	(332)	NM	-	(332)	NM
	(36,177)	(1,460)		(32,578)	(1,063)	

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

	Group			Group		
	Fourth Quarter Ended			Full Year Ended		
	S\$'000	%	S\$'000	%		
	31/12/15	31/12/14	Change	31/12/15	31/12/14	Change
Net (loss)/profit for the year	(40,813)	2,255	NM	(46,890)	(340)	NM
Other comprehensive income:-						
<u>Items that may be reclassified subsequently to profit or loss:</u>						
Foreign currency translation adjustment	65	1,030	(94%)	1,094	956	14%
Realisation of translation reserve on deregistration of subsidiaries	-	1,163	NM	-	1,163	NM
Realisation of fair value changes on available-for-sale assets	-	-	NM	(3,587)	-	NM
Fair value changes on available-for-sale assets	(13)	3,648	NM	(6)	3,592	NM
Other comprehensive income, net of tax	52	5,841	(99%)	(2,499)	5,711	NM
Total comprehensive income for the year	(40,761)	8,096	NM	(49,389)	5,371	NM
Total comprehensive income attributable to :-						
Owners of the Company	(24,153)	8,426	NM	(23,730)	8,003	NM
Non-controlling interests	(16,608)	(330)	NM	(25,659)	(2,632)	875%
Total comprehensive income for the year	(40,761)	8,096	NM	(49,389)	5,371	NM

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

	Group		Company	
	S\$'000		S\$'000	
	31/12/15	31/12/14	31/12/15	31/12/14
Non-current Assets				
Intangible assets	839	15,114	-	-
Property, plant and equipment	22,570	37,412	34	73
Investments in subsidiaries	-	-	25,282	31,379
Investments in associate	11	-	-	-
Investment securities	897	188	-	-
Deferred tax assets	275	179	-	-
Prepayments	693	-	-	-
Amounts due from subsidiaries	-	-	1,350	-
	25,285	52,893	26,666	31,452
Current Assets				
Inventories	26,223	27,050	-	-
Other receivables and prepayments	5,694	8,193	55	406
Amounts due from subsidiaries	-	-	7,325	7,766
Trade receivables	26,156	33,162	-	-
Cash and cash equivalents	41,247	52,693	1,671	1,359
Restricted cash	-	2	-	-
	99,320	121,100	9,051	9,531
Non-current assets held for sale	-	11,100	-	8,885
	99,320	132,200	9,051	18,416
Total Assets	124,605	185,093	35,717	49,868
Equity Attributable to Owners of the Company				
Share capital	132,617	132,617	132,617	132,617
Treasury shares	(4,772)	(4,772)	(4,772)	(4,772)
Foreign currency translation reserve	(1,135)	(1,418)	-	-
Capital reserves	(8,038)	(8,056)	(2,960)	(2,960)
Fair value reserve	18	3,608	-	3,587
Accumulated losses	(56,230)	(35,752)	(123,623)	(116,744)
	62,460	86,227	1,262	11,728
Non-controlling interests	7,847	31,001	-	-
Total Equity	70,307	117,228	1,262	11,728
Non-current Liabilities				
Deferred tax liabilities	329	1,028	-	-
Lease creditors	538	511	-	-
Long term payables	1,084	1,016	-	-
Loans and borrowings	751	938	-	-
Amounts due to subsidiaries	-	-	27,324	29,605
	2,702	3,493	27,324	29,605
Current Liabilities				
Provision	467	587	-	-
Income tax payable	1,919	1,507	-	91
Loans and borrowings	14,743	27,823	5,000	5,000
Payables and accruals	34,467	34,455	1,591	1,930
Amounts due to subsidiaries	-	-	540	1,514
	51,596	64,372	7,131	8,535
Total Liabilities	54,298	67,865	34,455	38,140
Total Equity and liabilities	124,605	185,093	35,717	49,868

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

Amount repayable in one year or less, or on demand

31/12/15		31/12/14	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
230	14,513	1,704	26,119

Amount repayable after one year

31/12/15		31/12/14	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
751	-	938	-

Details of any collateral

Bank term loans with aggregate amount of \$981,000 (31/12/14: \$2,642,000) of subsidiaries are secured on the land & buildings, and plant and machinery of the subsidiaries.

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	
	31/12/15 S\$'000	31/12/14 S\$'000
Operating activities		
(Loss)/profit before income tax	(46,054)	538
Adjustment for:-		
Non-cash items	41,662	9,122
Operating cash flows before reinvestment in working capital	(4,392)	9,660
Changes in working capital		
Receivables	5,861	(8,081)
Inventories	(1,963)	(5,991)
Payables	213	7,160
Provisions	(258)	(326)
Cash flow (used in)/generated from operations	(539)	2,422
Interest paid	(843)	(833)
Interest received	70	49
Income tax paid	(1,208)	(1,006)
Income tax refund	1	111
Net cash (used in)/generated from operating activities	(2,519)	743
Investing activities		
Proceeds from disposals of property, plant and equipment	254	102
Purchase of property, plant and equipment	(8,273)	(4,371)
Purchase of investment security	(689)	-
Partial consideration paid for purchase of investment security	(950)	-
Expenditure on development project	(676)	-
Proceeds from disposal of discontinued operations	2,537	2,314
Proceeds from disposal of investment security	8,897	-
Acquisition of an associate	(18)	-
Net cash generated from/(used in) investing activities	1,082	(1,955)
Financing activities		
Proceeds from share placement by subsidiaries	2,500	3,100
Shares issuance expenses	(32)	(10)
Payment to finance lease creditors	(875)	(866)
Proceeds from bank borrowings	-	12,835
Repayment of bank borrowings	(13,069)	(272)
Decrease in restricted cash	2	2
Net cash (used in)/provided by financing activities	(11,474)	14,789
Net (decrease)/increase in cash and cash equivalents	(12,911)	13,577
Cash and cash equivalents at 1 January	52,580	37,977
Effect of exchange rate changes on cash and cash equivalents	1,497	1,026
Cash and cash equivalents at 31 December	41,166	52,580

Cash and cash equivalent included in the consolidated cash flow statement comprise the following balance sheet amounts:-

	S\$'000	S\$'000
Cash and bank balances	41,247	52,693
Bank overdraft	(81)	(113)
	41,166	52,580

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	Attributable to Owners of the Company								Equity Total
	Share Capital	Treasury shares	Capital reserve	Fair value reserve	Foreign currency translation reserve	Accumulated losses	Equity attributable to owners of Company, Total	Non-controlling Interests	
	(Non-distributable)					Distributable			
S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	
For The Full Year Ended 31 Dec 2015									
Balance as at 1 Jan'15	132,617	(4,772)	(8,056)	3,608	(1,418)	(35,752)	86,227	31,001	117,228
Total comprehensive income for the year	-	-	-	(3,590)	338	(20,478)	(23,730)	(25,659)	(49,389)
<u>Changes in ownership interests in subsidiaries without a change in control</u>									
Share placement to non-controlling interests, net of share issue expenses	-	-	18	-	(55)	-	(37)	2,505	2,468
Total changes in ownership interests in subsidiaries	-	-	18	-	(55)	-	(37)	2,505	2,468
Balance as at 31 Dec'15	132,617	(4,772)	(8,038)	18	(1,135)	(56,230)	62,460	7,847	70,307

Group	Attributable to Owners of the Company								Equity Total
	Share Capital	Treasury shares	Capital reserves	Fair value reserve	Foreign currency translation reserve	Accumulated losses	Equity attributable to owners of Company, Total	Non-controlling Interests	
S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	
For The Full Year Ended 31 Dec 2014									
Balance as at 1 Jan'14	132,617	(4,772)	(6,619)	19	(2,975)	(38,609)	79,661	29,138	108,799
Total comprehensive income for the year	-	-	-	3,589	1,557	2,857	8,003	(2,632)	5,371
<u>Changes in ownership interests in subsidiaries without a change in control</u>									
Acquisition of additional interests in a subsidiary from non-controlling interests	-	-	(332)	-	-	-	(332)	332	-
Share placement to non-controlling interests	-	-	(1,105)	-	-	-	(1,105)	4,195	3,090
Total changes in ownership interests in subsidiaries	-	-	(1,437)	-	-	-	(1,437)	4,527	3,090
<u>Others</u>									
Deregistration of a subsidiary	-	-	-	-	-	-	-	(32)	(32)
Balance as at 31 Dec'14	132,617	(4,772)	(8,056)	3,608	(1,418)	(35,752)	86,227	31,001	117,228

Company	Share Capital	Treasury shares	Capital reserve	Fair Value reserve	Accumulated losses	Total
		(Non-distributable)			Distributable	
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
For The Full Year Ended 31 Dec 2015						
Balance as at 1 Jan'15	132,617	(4,772)	(2,960)	3,587	(116,744)	11,728
Total comprehensive income for the year	-	-	-	(3,587)	(6,879)	(10,466)
Balance as at 31 Dec'15	132,617	(4,772)	(2,960)	-	(123,623)	1,262
For The Full Year Ended 31 Dec 2014						
Balance as at 1 Jan'14	132,617	(4,772)	(2,960)	-	(106,562)	18,323
Total comprehensive income for the year	-	-	-	3,587	(10,182)	(6,595)
Balance as at 31 Dec'14	132,617	(4,772)	(2,960)	3,587	(116,744)	11,728

- 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 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.

No ordinary shares were issued during the period.

See below for details relating to the number of shares held as treasury shares.

- 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**

	Group & Company	
	31/12/15	31/12/14
Total number of issued shares	681,966,341	681,966,341
Less : Treasury shares	(27,234,855)	(27,234,855)
Total number of issued shares (excluding treasury shares)	654,731,486	654,731,486

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

Please refer to note 1(d)(ii) above.

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

The figures have not been audited or reviewed.

- 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**

Other than the adoption of the amended Financial Reporting Standards (FRS) that are effective from the current financial year, the accounting policies and methods of computation applied by the Group in the financial statements for the period ended 31 December 2015, are consistent with those of the audited financial statement as at 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 amended FRS is assessed to have no material impact to the financial position or financial performance of the Group.

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		Group	
	Fourth Quarter Ended		Full Year Ended	
	31/12/15	31/12/14	31/12/15	31/12/14
(Loss)/earning per share:-				
a) Based on weighted average number of ordinary shares in issue	(3.46) cents	0.49 cents	(3.13) cents	0.44 cents
Weighted average number of shares	654,731,486	654,731,486	654,731,486	654,731,486
b) On a fully diluted basis	(3.46) cents	0.49 cents	(3.13) cents	0.44 cents
Adjusted weighted average number of shares	654,731,486	654,731,486	654,731,486	654,731,486

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

	Group		Company	
	31/12/15	31/12/14	31/12/15	31/12/14
Net assets value per ordinary share	9.54 cts	13.17 cts	0.19 cts	1.79 cts
Number of ordinary shares at end of financial period	654,731,486	654,731,486	654,731,486	654,731,486

The number of ordinary shares used in the computation of net assets value per share excludes those shares held as treasury shares.

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 the cash flow, working capital, assets or liabilities of the group during the current financial reported on

Analysis of Group Performance

INCOME STATEMENT

	Sales			
	4Q2015 S\$'000	4Q2014 S\$'000	FY2015 S\$'000	FY2014 S\$'000
Business Segment				
Backend Equipment Solutions & Technologies ("BEST")	27,079	33,301	113,318	132,973
Distribution & Services	353	493	3,221	2,187
	<u>27,432</u>	<u>33,794</u>	<u>116,539</u>	<u>135,160</u>

Analysis of Group Performance (Cont'd)

4Q2015

Revenue

The Group reported a 18.8% or \$6.4 million decline in revenue from \$33.8 million (4Q2014) to \$27.4 million (4Q2015)

Backend Equipment Solutions & Technologies ("BEST") business recorded a 18.7% or \$6.2 million decrease in revenue from \$33.3 million (4Q2014) to \$27.1 million (4Q2015). The decline in revenue was due to lower demand for the equipment business. The revenue from Distribution & Service business decreased \$0.1 million from \$0.5 million (4Q2014) to \$0.4 million (4Q2015).

Gross Profit Margin

Gross profit margin ("GPM") in 4Q2015 was 28.1%, which was 8.6% lower compared to the 36.7% reported in 4Q2014.

Operating Expenses

Marketing & distribution, research & development and general administrative expenses of \$12.8 million incurred in 4Q2015 were \$2.1 million higher compared to the expenses reported in 4Q2014. The expenditure rose mainly due to the increase in payroll related costs and higher research and development activities carried out for the development of the advanced semiconductor packages and batteries.

Financing costs decreased \$0.1 million in 4Q2015 compared to 4Q2014.

Depreciation of US dollar against the Singapore dollar in 4Q2015 resulted in a foreign exchange loss of \$0.9 million in 4Q2015, compared to the gain of \$0.8 million in 4Q2014.

Depreciation of property, plant and equipment in 4Q2015 increased due to additional purchase of property, plant and equipment during the years 2014 and 2015.

Exceptional items amounted to S\$36.2 million due to impairment losses on property, plant and equipment and goodwill as a result of the weaker business environment.

Net Loss/Profit

The Group reported a net loss attributable to shareholders of \$22.6 million in 4Q2015, compared to the net profit of \$3.2 million in 4Q2014, mainly due to the exceptional losses of \$36.3 million and lower revenue reported in 4Q2015.

FY2015

Revenue

The Group reported a 13.8% or \$18.6 million decline in revenue from \$135.2 million (FY2014) to \$116.5 million (FY2015).

Backend Equipment Solutions & Technologies ("BEST") business recorded a 14.8% or \$19.7 million decrease in revenue from \$133.0 million (FY2014) to \$113.3 million (FY2015). The decline in revenue was due to lower demand for the equipment business. The revenue from Distribution & Service business increased \$1.0 million from \$2.2 million (FY2014) to \$3.2 million (FY2015) due to increase in sales from the distribution business.

Gross Profit Margin

Gross profit margin ("GPM") in FY2015 was 33.0%, which was 1.4% lower compared to the 34.4% reported in FY2014.

Operating Expenses

Marketing & distribution, research & development and general administrative expenses of \$52.5 million incurred in FY2015 were \$6.9 million higher compared to the expenses reported in FY2014. The expenditure rose mainly due to the increase in payroll related costs and higher research and development activities carried out for the development of the advanced semiconductor packages and batteries.

Financing costs increased \$40,000 in FY2015 compared to FY2014.

The foreign exchange gain of \$1.1 million in FY2015 was comparable to the gain reported in FY2014.

Depreciation of property, plant and equipment in FY2015 increased due to additional purchase of property, plant and equipment during the years 2014 and 2015.

Exceptional items amounted to S\$32.6 million due to impairment losses on property, plant and equipment and goodwill as a result of the weaker business environment.

Net Loss/Profit

The Group reported a net loss attributable to shareholders of \$20.5 million in FY2015 compared to the net profit of \$2.9 million in FY2014, mainly due to the exceptional losses of \$32.7 million and lower revenue recorded in the year.

Analysis of Group Performance (Cont'd)

BALANCE SHEET

As at 31 December 2015, total assets stood at \$124.6 million comprising \$25.3 million from non-current assets and \$99.3 million from current assets. Total liabilities stood at \$54.3 million comprising current liabilities of \$51.6 million and non-current liabilities of \$2.7 million. Shareholders' equity including non-controlling interests stood at \$70.3 million.

The following are highlights of the Group's balance sheet as at 31 December 2015.

Intangible assets

The decrease in intangible assets was mainly due to the impairment losses on goodwill after reviews of impairment assessment. Other reasons for the decrease included the amortisation of customer relationships and intellectual properties, and asset values fluctuation due to currency volatility.

Property, plant and equipment

The impairment losses and the depreciation during the year resulted in the decrease in the property, plant and equipment ("PPE"). However, the decline in PPE was partially offset by the additional purchases in the year, as well as the reclassification of a leasehold land and building from non-current assets held for sale to PPE.

Investment securities

Investment securities increased mainly due to the 4% acquisition of the issued share capital of Nanofuel Co., Ltd. ("Nanofuel"). Nanofuel is engaged in the research and development of nano-emulsification technology for biomass energy.

Prepayment (Non-current)

The prepayment relates to the cost incurred for the development project along the Yangtze Riverbank.

Investment in associate

Investment in associate relates to the 49% acquisition of the issued share capital of APA Capital & Advisory Co., Ltd on 29 April 2015.

Inventories

Inventories decreased \$0.8 million from \$27.1 million (4Q2014) to \$26.2 million (4Q2015), mainly due to lesser inventory purchases in view of lower customers' demands.

Other receivables and prepayments

The receivables decreased mainly due to an impairment loss on a loan to external party and the final receipt from the disposal of the discontinued operations. The decline was partly offset by the partial consideration made for the 19% acquisition of the issued share capital of Heat Tech Japan Co., Ltd. As at 31 December 2015, this acquisition is pending completion.

Trade receivables

Trade receivables' balance decreased \$7.0 million due to the lower sales in year 2015.

Non-current assets held for sale

Balance as at 31 December 2014 included an amount of \$8.9 million which relate to the Company's investment in APSI Pte. Ltd. that was disposed at end of 1Q2015. The balance as at 31 December 2014 also included an amount of \$2.2 million which relate to a leasehold land and building which a subsidiary of the Group owns. On 2 September 2014, the subsidiary entered into an agreement to dispose this property. The parties to the agreement had mutually agreed to terminate the agreement. As a result of this termination, the leasehold land and building were reclassified from non-current assets held for sale to property, plant and equipment.

Loans and borrowings

Loans and borrowings decreased \$13.3 million from \$28.8 million (4Q2014) to \$15.5 million (4Q2015), due to repayments made during the year.

Payables and accruals

Payables and accruals remained comparable in 4Q2015 and 4Q2014.

CASHFLOW STATEMENT

The Group utilised \$0.5 million for its operations. An amount of \$2.0 million was used for the payment of interest and tax. \$11.4 million was received, being proceeds from the disposal of investment and the final receipts from the disposal of discontinued operations. A net amount of \$8.0 million was used for the purchase of property, plant and equipment. An amount of \$2.5 million was received from a share placement exercise by a subsidiary. The Group repaid net loans and borrowings of \$13.9 million to the financial institutions. The Group also utilised \$0.7 million and \$1.6 million for expenditure on development projects and the purchase of equity stakes in certain investments respectively.

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

The actual results were in line with the prospect statement stated in the previous announcement.

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

Visibility in the semiconductor industry remains low. Surrounded by uncertainties in the global economic landscape we expect demand to remain weak and the on-going weakness in the global economy continues to depress business sentiment globally.

Advanced Systems Automation Limited (“ASA”) expect the on-going uncertainties in the global economy to affect demand and ASA will be managing its business with increased caution.

During the year, Dragon Group International Limited (“DGI”) established a new subsidiary, EoCell Limited to engage in the development of battery and storage solutions. Its development activities are moving according to plan.

DGI is in the process of completing the acquisition for the 19% interest in Heat Tech Japan Co., Ltd. DGI still has the option to acquire 47.67% interests in HTJ and 20% interests in 3DOM Inc. at a future date.

DGI is still under discussion with respective Chinese authorities regarding the Yangtze Riverbank project. DGI will update our shareholders at the appropriate time.

DGI will be spending time on the above projects while exploring other viable opportunities.

Our business is prone to economic uncertainties and the cyclical nature of the semiconductor industry. Other unforeseeable factors including but not limited to foreign exchange fluctuations, intellectual property litigations, product and technology obsolescence, and inventory adjustments continue to be challenges that we may encounter. In view of these factors, we will remain prudent and cautious in the management of our business.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

No dividend is declared for the current financial period reported on.

(b) Corresponding Period of the Immediately Preceding Financial Year

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

None.

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

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

Please refer to note 11(a).

13. 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

Business segment	Back-end Equipment Solutions and Technologies ("BEST")		Distribution and Services		Adjustments & elimination		Consolidated	
	2015	2014	2015	2014	2015	2014	2015	2014
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Revenue	113,318	132,973	3,221	2,187	-	-	116,539	135,160
Segment results	(27,234)	2,823	(19,656)	(3,163)	-	-	(46,890)	(340)
EBITDA [#]	(17,787)	11,319	(19,530)	(3,067)	-	-	(37,317)	8,252
Interest income	29	38	112	112	(46)	(46)	95	104
Interest expense	(974)	(957)	-	-	46	46	(928)	(911)
Depreciation	(7,365)	(6,413)	(238)	(200)	-	-	(7,603)	(6,613)
Amortisation	(297)	(290)	(4)	(4)	-	-	(301)	(294)
(Loss)/profit before income tax	(26,394)	3,697	(19,660)	(3,159)	-	-	(46,054)	538
Income tax	(840)	(874)	4	(4)	-	-	(836)	(878)
Net (loss)/profit for the year	(27,234)	2,823	(19,656)	(3,163)	-	-	(46,890)	(340)

Other segment information:

Share of results of associate, net of tax	-	-	(3)	-	-	-	(3)	-
Other non-cash expenses	(377)	204	780	169	-	-	403	373
Exceptional items	(19,524)	(1,163)	(13,054)	100	-	-	(32,578)	(1,063)

EBITDA: Earnings before interest, tax, depreciation and amortisation.

Other non-cash expenses comprise inventories written off, inventories written down, impairment of trade receivables, trade receivables written off and unrealised foreign currency exchange.

The Group has positioned its operations into two strategic business segments comprising of Back-end Equipment Solutions and Technologies ("BEST") and Distribution Services. BEST is mainly engaged in provision of solutions and technologies in the back-end (ie assembly, test and finishing) arena of the semiconductor industry. The Distribution Services engaged mainly in the provision of semiconductor application in consumer electronics, computer peripheral and communication solution.

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 note 8.

15. A breakdown of sales

	Group		
	S\$'000		%
	31/12/15	31/12/14	Change
Sales reported for first half year	61,962	62,517	(1%)
Loss after tax before deducting minority interests reported for first half year	(2,039)	(2,580)	(21%)
Sales reported for second half year	54,577	72,643	(25%)
Profit/(loss) after tax before deducting minority interests reported for second half year	(44,851)	2,240	NM

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

	31/12/15 S\$'000	31/12/14 S\$'000
Interim Dividend declared and paid	-	-

17. Disclosure of person occupying a managerial position in the issuer of 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(11) in the format below. If there are no such persons, the issuer must make an appropriate negative statement

Name	Age	Family relationship with ant director and/or substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Loh Choon Piew	55	Nephew of Executive Chairman, Dato' Loh Soon Gnee	<u>Microfits Pte Ltd</u> Vice President, Operations (since Dec 2014) Duties: Oversees the business operations of Equipment Contract Manufacturing Services division of ASA Group	No change
Dato' Loh Choon Khiang	53	Nephew of Executive Chairman, Dato' Loh Soon Gnee	<u>Microfits Pte Ltd</u> Vice President, Business Development (since Dec 2014) Duties: In charge of business development of Equipment Contract Manufacturing Services division of ASA Group	No change

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

There is no general mandate obtained for IPT and there were no IPT for the year ended 31 December 2015.

19. Negative Confirmation by the Board pursuant to Rule 705(5)

(not applicable to full year announcement)

20. Confirmation that the issuer has procured undertaking from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720 (1)

We hereby confirm that we have procured all the required undertakings from all the Directors and Executive Officers of the Company.

BY ORDER OF THE BOARD

Dato' Michael Loh Soon Gnee
Executive Chairman and CEO
26 February 2016