



NSL LTD

(Reg. no.: 196100107C)

Second Quarter Financial Statements Announcement

The figures have not been audited

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR 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					
		Quarter ended 30 June			6 months ended 30 June		
		2017	2016	Change	2017	2016	Change
	S\$'000	S\$'000	%	S\$'000	S\$'000	%	
		(restated)		(restated)			
Continuing operations							
Sales		83,519	84,555	(1)	169,623	167,832	1
Cost of sales		(75,946)	(68,480)	11	(153,120)	(138,005)	11
Gross profit	(2)	7,573	16,075	(53)	16,503	29,827	(45)
Other income	(3)	4,249	1,632	160	6,789	4,766	42
Other gains and losses	(4)	(6)	381	n/m	2,970	418	n/m
Distribution costs	(5)	(3,059)	(4,094)	(25)	(6,260)	(7,885)	(21)
Administrative expenses		(7,511)	(8,280)	(9)	(15,293)	(16,146)	(5)
Finance costs	(6)	(172)	(455)	(62)	(481)	(790)	(39)
Share of results of associated companies, net of tax	(7)	(111)	(179)	(38)	(545)	135	n/m
Profit before income tax	(1)	963	5,080	(81)	3,683	10,325	(64)
Income tax expense	(8)	(200)	(2,157)	(91)	(548)	(2,629)	(79)
Profit from continuing operations		763	2,923	(74)	3,135	7,696	(59)
Discontinued operations							
Profit from discontinued operations	(9)	-	4,345	n/m	-	8,045	n/m
Total profit for the financial period		763	7,268	(90)	3,135	15,741	(80)
Profit attributable to equity holders of the Company:							
- from continuing operations		983	2,668	(63)	3,568	7,301	(51)
- from discontinued operations		-	3,965	n/m	-	7,434	n/m
		983	6,633	(85)	3,568	14,735	(76)
(Loss) / profit attributable to non-controlling interest:							
- from continuing operations		(220)	255	n/m	(433)	395	n/m
- from discontinued operations		-	380	n/m	-	611	n/m
		(220)	635	(135)	(433)	1,006	n/m
Basic and fully diluted earnings per share (cents)							
- from continuing operations		0.26	0.71	(63)	0.96	1.95	(51)
- from discontinued operations		-	1.06	n/m	-	1.99	n/m

n/m: not meaningful

Notes to the Group's Income Statement

- (1) Profit before taxation from Continuing Operations is arrived at after crediting / (charging) the following items:

	Note	<u>THE GROUP</u>			
		Quarter ended 30 June		6 months ended 30 June	
		2017	2016	2017	2016
		S\$'000	S\$'000 (restated)	S\$'000	S\$'000 (restated)
Dividend income		1,909	1	1,909	1,481
Interest income		1,136	1,130	2,724	2,174
Amortisation of intangible assets	(i)	(149)	(46)	(296)	(95)
Depreciation of property, plant and equipment and investment properties	(ii)	(3,094)	(2,746)	(6,227)	(5,500)
Allowance for stocks obsolescence		-	(68)	-	(68)
Write down of inventories, net	(ii)	(209)	(28)	(570)	(99)
Write back / (allowance) for impairment of trade receivables and bad debts written off, net		99	(48)	278	(22)
Amortisation of deferred income		68	48	114	96

- (i) Increase was attributable to amortization of intangible assets arising from the acquisition of subsidiary CNC Petroleum Pte. Ltd. ("CNC") in August 2016.
(ii) Mainly arose from higher depreciation recorded by Precast & PBU division.
(iii) Increase in 1H-2017 was attributable to write-down of inventories in the Precast and PBU division.

- (2) Gross profit

The decrease was due mainly to significantly lower gross profit margin for Precast operation in Singapore, Malaysia and Dubai.

- (3) Other income

The increase in other income in 2Q-2017 and 1H-2017 was due mainly to higher dividend income from an available-for-sale financial asset.

- (4) Other gains and losses

	<u>THE GROUP</u>			
	Quarter ended 30 June		6 months ended 30 June	
	2017	2016	2017	2016
	S\$'000	S\$'000 (restated)	S\$'000	S\$'000 (restated)
Fair value gains on derivative financial instruments	1	(211)	7	(58)
Currency exchange (losses) / gains - net	(620)	33	(743)	(168)
Insurance claim	1,049	-	1,049	-
<u>Investment properties</u>				
- Gain on disposal	73	-	3,579	-
<u>Property, plant and equipment</u>				
- Gain on disposal and write-off, net	12	781	10	776
- Allowance for impairment, net	(373)	(6)	(758)	-
Others	(148)	(216)	(174)	(132)
	(6)	381	2,970	418



NSL LTD

(Reg. no.: 196100107C)

Notes to the Group's Income Statement (continued)

(5) Distribution costs

The decrease was attributable to lower staff costs in the Precast & PBU division.

(6) Finance costs

The decrease in finance costs in 2Q-2017 and 1H-2017 were attributable to a reduction in Group borrowings.

(7) Share of results of associated companies, net of tax

The lower loss in share of results of associated companies in 2Q-2017 was due mainly to PEINER SMAG Lifting Technologies GmbH ("PSLT"), of which the Company owns 33.33% non-controlling equity stake. Share of losses from associated companies in 1H-2017 related to half year losses suffered by PSLT and Malaysian associate Southern Rubber Works Sdn Bhd.

(8) Income tax expense

	<u>THE GROUP</u>				
	Quarter ended		6 months ended		
	30 June		30 June		
<u>Continuing Operations</u>	2017	2016	2017	2016	
	S\$'000	S\$'000	S\$'000	S\$'000	
	(restated)		(restated)		
Taxation (charge) / credit for the financial period comprises:					
- Current period taxation	(i)	(200)	(1,505)	(163)	(2,001)
- Under provision in respect of prior years	(ii)	-	(652)	(385)	(628)
		<u>(200)</u>	<u>(2,157)</u>	<u>(548)</u>	<u>(2,629)</u>

(i) Tax expenses were lower as compare to the corresponding periods last year mainly due to lower profit before tax. The effective tax rate of the Group in 1H-2017 was lower than the Singapore corporate tax rate due mainly to gain from divestment of investment property not subjected to tax.

(ii) Under-provision in respect of prior years in 1H-2017 due mainly to deferred tax liabilities of the Company not recognised in FY2016.

Notes to the Group's Income Statement (continued)

(9) Profit from discontinued operations

An analysis of the results of discontinued operations is as follows:

	Quarter ended 30 June		6 months ended 30 June	
	2017 S\$'000	2016 S\$'000 (restated)	2017 S\$'000	2016 S\$'000 (restated)
Sales	-	25,809	-	50,912
Net expenses	-	(20,633)	-	(41,303)
Share of results of associated companies, net of tax	-	(22)	-	(68)
Profit before tax from discontinued operations	-	5,154	-	9,541
Income tax expense	-	(817)	-	(1,504)
Profit after tax from discontinued operations	-	4,337	-	8,037
Exceptional gains on disposal of subsidiaries	-	8	-	8
Profit after tax from discontinued operations	-	4,345	-	8,045

***Breakdown of profit from discontinued operations**

	Quarter ended 30 June		6 months ended 30 June	
	2017 S\$'000	2016 S\$'000 (restated)	2017 S\$'000	2016 S\$'000 (restated)
Dry Mix operations	-	4,337	-	8,037
Exceptional gain on disposal - Lime business	-	8	-	8
	-	4,345	-	8,045

- a) The disposal of dry mix business in Singapore, Hong Kong, China and Malaysia was completed on 14 December 2016.

The dry mix division was a separate major line of business of the Group. In accordance with FRS 105, *Non-current Assets Held for Sale and Discontinued Operations*, results of the dry mix business were disclosed as part of discontinued operations in FY2016.



NSL LTD

(Reg. no.: 196100107C)

	<u>The Group</u>			
	Quarter ended 30 June		6 months ended 30 June	
	2017	2016	2017	2016
	S\$'000	S\$'000	S\$'000	S\$'000
Total profit for the financial period	763	7,268	3,135	15,741
Other comprehensive income:				
<u>Items that may be reclassified subsequently to profit or loss:</u>				
Exchange differences on translating foreign operations				
-Gains / (losses) arising during the period	3,698	(2,747)	472	(3,283)
Available-for-sale financial assets				
- (Losses) / gains arising during the period	(1,375)	651	(801)	(551)
Share of other comprehensive losses of associated companies	(562)	(463)	(351)	(753)
Income tax relating to components of other comprehensive income	9	-	10	1
Other comprehensive income / (losses) for the period, net of tax	1,770	(2,559)	(670)	(4,586)
Total comprehensive income for the period, net of tax	2,533	4,709	2,465	11,155
Total comprehensive income attributable to:				
Equity holders of the Company	2,710	4,160	2,689	10,111
Non-controlling interests	(177)	549	(224)	1,044
	2,533	4,709	2,465	11,155

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

	THE GROUP		THE COMPANY	
	30.06.17 S\$'000	31.12.16 S\$'000	30.06.17 S\$'000	31.12.16 S\$'000
Equity				
Share capital	193,839	193,839	193,839	193,839
Reserves	389,258	479,959	181,369	269,968
Shareholders' equity	583,097	673,798	375,208	463,807
Non-controlling interests	4,353	4,577	-	-
Total equity	587,450	678,375	375,208	463,807
Current Assets				
Inventories	38,114	36,552	-	-
Receivables and prepayments	96,285	103,391	26,991	15,604
Tax recoverable	1,491	1,236	-	-
Cash and cash equivalents	356,755	461,763	283,165	376,871
	492,645	602,942	310,156	392,475
Investment properties classified as held-for-sale	-	9,493	-	-
	492,645	612,435	310,156	392,475
Non-Current Assets				
Property, plant and equipment	121,625	123,251	117	166
Investments in subsidiaries	-	-	85,232	85,232
Investments in associated companies	50,554	50,529	-	-
Long term receivables and prepayments	4,315	5,216	32,274	32,425
Available-for-sale financial assets	7,587	8,387	7,186	7,930
Held-to-maturity financial assets	1,521	1,523	1,521	1,523
Intangible assets	10,169	10,351	61	77
Deferred tax assets	3,568	3,044	-	-
Other non-current assets	93	95	-	-
	199,432	202,396	126,391	127,353
Total Assets	692,077	814,831	436,547	519,828
Current Liabilities				
Borrowings	(2,871)	(16,010)	-	-
Trade and other payables	(81,225)	(93,178)	(50,710)	(55,705)
Current income tax liabilities	(1,256)	(999)	(719)	(316)
Deferred income	(405)	(423)	-	-
	(85,757)	(110,610)	(51,429)	(56,021)
Non-Current Liabilities				
Provision for retirement benefits	(2,839)	(2,735)	-	-
Deferred tax liabilities	(3,164)	(3,718)	(260)	-
Borrowings	(8,924)	(15,512)	-	-
Deferred income	(854)	(834)	-	-
Other non-current liabilities	(3,089)	(3,047)	(9,650)	-
	(18,870)	(25,846)	(9,910)	-
Total Liabilities	(104,627)	(136,456)	(61,339)	(56,021)
Net Assets	587,450	678,375	375,208	463,807

Explanatory notes on consolidated statement of financial position

- a) Cash and cash equivalents
The decrease was due largely to payment of dividends to the Company's shareholders in 2Q-2017.
- b) Investment properties classified as held-for-sale
The decrease was due to the completion of sale of an investment property in Singapore owned by the Group.
- c) Long term receivables and prepayments
The decrease was attributable to lower long term receivables recorded by the Group's Singapore Precast operation.
- d) Borrowings
The decrease was attributable to repayment of bank borrowings from surplus cash of the Group.
- e) Trade and other payables
The decrease was due mainly to lower trade and other payables recorded by the Group's Precast operations.
- f) Deferred tax assets
The increase was due mainly due to the recognition of deferred tax asset for the Group's Singapore Precast operation in 2Q-2017.
- g) Deferred tax liabilities
The decrease was due mainly to reduction in deferred tax liabilities of the Group's Malaysia Precast operation.

1(b)(ii) Aggregate amount of group's borrowings and debt securities
Amount repayable in one year or less, or on demand

As at 30 June 2017		As at 31 December 2016	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
2,871	-	16,010	-

Amount repayable after one year

As at 30 June 2017		As at 31 December 2016	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
8,924	-	15,512	-

Details of any collateral

Included in the Group's property, plant and equipment are property, plant and equipment of subsidiaries of net book value of S\$22,750,000 (31 December 2016: S\$31,528,000) charged by way of debentures to banks for overdraft and term loan facilities granted. A net book value of S\$2,790,236 (31 December 2016: S\$4,444,000) of property, plant and equipment are held as collateral as a result of hire purchase arrangement.



NSL LTD

(Reg. no.: 196100107C)

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

	The Group			
	Quarter ended 30 June		6 months ended 30 June	
	2017	2016	2017	2016
	S\$'000	S\$'000	S\$'000	S\$'000
	(restated)		(restated)	
Cash Flows from Operating Activities				
Profit from continuing operations	763	2,923	3,135	7,696
Profit from discontinued operations	-	4,345	-	8,045
Profit for the financial year	<u>762</u>	<u>7,268</u>	<u>3,135</u>	<u>15,741</u>
<i>Adjustments for:</i>				
Taxation	200	2,974	548	4,133
Amortisation of intangible assets	149	46	296	95
Amortisation of deferred income	(68)	(48)	(114)	(96)
Depreciation of properties, plant and equipment and investment properties	3,094	3,343	6,227	6,672
Property, plant and equipment written off	17	5	33	8
Interest expense	171	496	480	880
Interest income	(1,136)	(1,140)	(2,724)	(2,214)
Dividend income from available-for-sale financial assets	(1,909)	(1)	(1,909)	(1,481)
Allowance for / (write-back) of allowance for impairment of property, plant and equipment	370	6	755	-
(Gain) / loss on disposal of property, plant and equipment (net)	(27)	(773)	(42)	(771)
Insurance compensation	(1,049)	-	(1,049)	-
Provision for retirement benefits (net)	141	87	313	272
Share of results of associated companies, net of tax	111	201	545	(67)
Gain on disposal of investment property	(73)	-	(3,579)	-
Gain on disposal of subsidiaries	-	(8)	-	(8)
Exchange differences and other adjustments	571	(280)	123	(850)
<i>Operating cash flows before working capital changes</i>	<u>1,324</u>	<u>12,176</u>	<u>3,038</u>	<u>22,314</u>
<i>Changes in working capital, net of effects from acquisition and disposal of subsidiaries:</i>				
Inventories	(3,807)	(1,290)	(1,562)	1,097
Receivables and prepayments	3,398	(2,587)	4,102	(542)
Deferred income	6	(11)	118	5
Trade and other payables	2,063	5,607	(8,231)	(6,676)
<i>Cash (used in) / generated from operations</i>	<u>2,984</u>	<u>13,895</u>	<u>(2,535)</u>	<u>16,198</u>
Income tax paid	(1,179)	(1,119)	(1,574)	(2,079)
Retirement benefits paid	(67)	-	(91)	(25)
<i>Net cash (used in) / generated from operating activities</i>	<u>1,738</u>	<u>12,776</u>	<u>(4,200)</u>	<u>14,094</u>
Cash Flows from Investing Activities				
Proceeds from disposal of property, plant and equipment	101	632	159	636
Net cash inflow from disposal of subsidiaries	-	8	802	8
Net cash inflow from disposal of investment property	-	-	12,997	-
Purchases of property, plant and equipment	(4,251)	(13,625)	(6,545)	(16,830)
Purchases of intangible assets	(69)	(41)	(93)	(75)
Interest received	874	1,007	3,664	2,286
Dividends received from available-for-sale financial assets	1,909	1	1,909	1,481
<i>Net cash generated from / (used in) investing activities</i>	<u>(1,436)</u>	<u>(12,018)</u>	<u>12,893</u>	<u>(12,494)</u>



NSL LTD

(Reg. no.: 196100107C)

The Group			
Quarter ended		6 months ended	
30 June		30 June	
2017	2016	2017	2016
S\$'000	S\$'000	S\$'000	S\$'000
(restated)		(restated)	

Cash Flows from Financing Activities

Proceeds from borrowings	745	8,094	5,457	11,528
Repayment of borrowings	(21,227)	(2,503)	(24,444)	(7,613)
Hire purchases and finance lease liabilities	(310)	(183)	(740)	(528)
Interest paid	(171)	(509)	(486)	(972)
Bank deposits pledged	(49)	19	566	659
Dividends paid to shareholders	(93,390)	(18,678)	(93,390)	(18,678)
<i>Net cash generated from / (used in) financing activities</i>	<u>(114,402)</u>	<u>(13,760)</u>	<u>(113,037)</u>	<u>(15,604)</u>

Net increase / (decrease) in cash and cash equivalents

	(114,100)	(13,002)	(104,344)	(14,004)
Cash and cash equivalents at beginning of the period	466,324	330,042	457,664	331,271
Effects of exchange rate changes on cash and cash equivalents	998	(466)	(98)	(693)
Cash and cash equivalents at end of the period	<u>353,222</u>	<u>316,574</u>	<u>353,222</u>	<u>316,574</u>

Cash and cash equivalents at end of the financial year comprise:

- Cash and bank balances	356,755	319,189	356,755	319,189
- Less: bank deposits pledged	(3,533)	(2,615)	(3,533)	(2,615)
	<u>353,222</u>	<u>316,574</u>	<u>353,222</u>	<u>316,574</u>

(1) Disposal of subsidiaries

THE GROUP			
Quarter ended		6 months ended	
30 June		30 June	
2017	2016	2017	2016
S\$'000	S\$'000	S\$'000	S\$'000

Carrying amounts of assets and liabilities disposed of

The aggregate cash inflow arising from the disposal of subsidiaries were:

Sale consideration received, net	-	8	4,494	8
Less: Professional fees paid, net	-	-	(3,692)	-
Net cash inflow on disposal of subsidiaries	<u>-</u>	<u>8</u>	<u>802</u>	<u>8</u>



NSL LTD

(Reg. no.: 196100107C)

Analysis of consolidated statement of cash flows

2Q-2017

The Group generated S\$1.7 mil of operating cash flow in 2Q-2017 as compared to S\$12.8 mil in 2Q-2016. The decrease was mainly attributable to lower profit for the period.

Net cash used in investing activities in 2Q-2017 was S\$1.4 mil compared to S\$12.0 mil in 2Q-2016 due mainly to lower cash outflow on purchases of property, plant and equipment and higher dividend income received from available-for-sale financial asset.

A total of S\$114.4 mil (2Q-2016: S\$13.8 mil) was used in financing activities in 2Q-2017. The increase compared to the corresponding period last year was due largely to higher dividends paid and repayment of bank borrowings.

Overall, the Group recorded a net cash outflow of S\$114.1 mil for 2Q-2017, higher than the S\$13.0 mil used in 2Q-2016. Group cash and cash equivalent stood at S\$353.2 mil as of 30 June 2017.

1H-2017

The Group generated a negative operating cash flow of S\$4.2 mil in 1H-2017 as compared to positive operating cash flow S\$14.1 mil in 1H-2016. The decrease was mainly attributable to lower profits from continuing operations.

Net cash inflow in investing activities in 1H-2017 was S\$12.9 mil compared to net cash outflow of S\$12.5 mil in 1H-2016 as a result of net proceeds from disposal of an investment property and lower cash outflow on purchases of property, plant and equipment.

A total of S\$113.0 mil (1H-2016: S\$15.6 mil) was used in financing activities in 1H-2017. The increase compared to the corresponding period last year was due mainly to higher dividends paid and repayment of bank borrowings.

Overall, the Group recorded a net cash outflow of S\$104.3 mil for 1H-2017 as compared to S\$14.0 mil in 1H-2016. Group cash and cash equivalent stood at S\$353.2 mil as of 30 June 2017.



NSL LTD

(Reg. no.: 196100107C)

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

	Attributable to Equity Holders of the Company									
	Share Capital	Revenue Reserve	Foreign Currency Translation Reserve	Revaluation Reserve	Capital Reserve	Fair Value Reserve	General Reserves	Total	Non-controlling interests	Total Equity
THE GROUP	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance as at 1 January 2017	193,839	493,689	(14,088)	-	(1,944)	2,002	300	673,798	4,577	678,375
Profit for the period	-	2,585	-	-	-	-	-	2,585	(213)	2,372
Other comprehensive (losses) / income for the period	-	-	(3,181)	-	-	574	-	(2,607)	166	(2,441)
Total comprehensive income / (losses) for the period	-	2,585	(3,181)	-	-	574	-	(22)	(47)	(69)
Dividends paid	-	-	-	-	-	-	-	-	-	-
Total transactions with owners, recognised directly in equity	-	-	-	-	-	-	-	-	-	-
Balance as at 31 March 2017	193,839	496,274	(17,269)	-	(1,944)	2,576	300	673,776	4,530	678,306
Profit for the period	-	983	-	-	-	-	-	983	(220)	763
Other comprehensive (losses) / income for the period	-	-	3,092	-	-	(1,365)	-	1,727	43	1,770
Total comprehensive income / (losses) for the period	-	983	3,092	-	-	(1,365)	-	2,710	(177)	2,533
Transfer of reserves	-	(547)	-	-	-	-	548	1	-	1
Dividends paid	-	(93,390)	-	-	-	-	-	(93,390)	-	(93,390)
Total transactions with owners, recognised directly in equity	-	(93,390)	-	-	-	-	-	(93,390)	-	(93,390)
Balance as at 30 June 2017	193,839	403,320	(14,177)	-	(1,944)	1,211	848	583,097	4,353	587,450



NSL LTD

(Reg. no.: 196100107C)

	Attributable to Equity Holders of the Company							Non-controlling interests S\$'000	Total Equity S\$'000
	Share Capital S\$'000	Revenue Reserve S\$'000	Foreign Currency Translation Reserve S\$'000	Revaluation Reserve S\$'000	Fair Value Reserve S\$'000	General Reserves S\$'000	Total S\$'000		
THE GROUP									
Balance as at 1 January 2016	193,839	378,535	(15,166)	-	2,929	300	560,437	11,007	571,444
Profit for the period	-	8,102	-	-	-	-	8,102	371	8,473
Other comprehensive income / (losses) for the period	-	-	(950)	-	(1,201)	-	(2,151)	124	(2,027)
Total comprehensive income for the period	-	8,102	(950)	-	(1,201)	-	5,951	495	6,446
Conversion of preference shares	-	2,477	-	(220)	-	-	2,477	(2,477)	-
Balance as at 31 March 2016	193,839	389,114	(16,116)	(220)	1,728	300	568,865	9,025	577,890
Profit for the period	-	6,633	-	-	-	-	6,633	635	7,268
Other comprehensive losses for the period	-	-	(3,124)	-	651	-	(2,473)	(86)	(2,559)
Total comprehensive income / (losses) for the period	-	6,633	(3,124)	-	651	-	4,160	549	4,709
Dividends paid	-	(18,678)	-	-	-	-	(18,678)	-	(18,678)
Total transactions with owners, recognised directly in equity	-	(18,678)	-	-	-	-	(18,678)	-	(18,678)
Balance as at 30 June 2016	193,839	377,069	(19,240)	(220)	2,379	300	554,347	9,574	563,921

	Share Capital S\$'000	Revenue Reserve S\$'000	Fair Value Reserve S\$'000	Total S\$'000
THE COMPANY				
Balance as at 1 January 2017	193,839	268,266	1,702	463,807
Total comprehensive (loss) / income for the period	-	(12)	583	571
Balance as at 31 March 2017	193,839	268,254	2,285	464,378
Total comprehensive income for the period	-	5,535	(1,327)	4,208
Dividends paid	-	(93,378)	-	(93,378)
Balance as at 30 June 2017	193,839	180,411	958	375,208
Balance as at 1 January 2016	193,839	265,107	2,608	461,554
Total comprehensive income / (losses) for the period	-	9,504	(1,194)	8,310
Balance as at 31 March 2016	193,839	274,611	1,414	469,864
Total comprehensive income / (losses) for the period	-	16	651	667
Dividends paid	-	(18,678)	-	(18,678)
Balance as at 30 June 2016	193,839	255,949	2,065	451,853

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

There have been no changes to the issued share capital of the Company since 31 December 2016. There were no outstanding options as at 30 June 2017 (30 June 2016: Nil). The Company did not hold any treasury shares as at 30 June 2017 (30 June 2016: Nil).

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 end of the immediately preceding year:-

	30 June 2017	31 December 2016
Number of issued shares excluding treasury shares	373,558,237	373,558,237

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

There were no sales, transfer, disposal, cancellation and/or use of treasury shares as at 30 June 2017 (30 June 2016: Nil).



NSL LTD

(Reg. no.: 196100107C)

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 Group's external 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 accounting policies and methods of computation applied by the Group are consistent with those used in its most recently audited financial statements.

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 applied the same accounting policies and method of computation in the financial statements for the current financial year compared with the audited financial statements for the year ended 31 December 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

THE GROUP (Aggregate)	Quarter ended 30 June		6 months ended 30 June	
	2017	2016 (restated)	2017	2016 (restated)
(a) Based on the weighted average number of ordinary shares in issue (cents)				
- from continuing operations	0.26	0.71	0.96	1.95
- from discontinued operations	-	1.06	-	1.99
Total (including discontinued operations)	0.26	1.77	0.96	3.94
(b) On fully diluted basis (cents)				
- from continuing operations	0.26	0.71	0.96	1.95
- from discontinued operations	-	1.06	-	1.99
Total (including discontinued operations)	0.26	1.77	0.96	3.94

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

	THE GROUP		THE COMPANY	
	30.06.17 S\$	31.12.16 S\$	30.06.17 S\$	31.12.16 S\$
Net asset value per ordinary share based on total number of issued shares excluding treasury shares as at the end of the reporting year	1.56	1.80	1.00	1.24

The Company does not have any treasury shares.



NSL LTD

(Reg. no.: 196100107C)

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 (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**

Group Overview

	THE GROUP			THE GROUP		
	Quarter ended 30 June			6 months ended 30 June		
	2017 S\$'000	2016 S\$'000 (restated)	Change %	2017 S\$'000	2016 S\$'000 (restated)	Change %
<u>Continuing Operations</u>						
Group Turnover	83,519	84,555	(1)	169,623	167,832	1
Group Profit Before Tax	963	5,080	(81)	3,683	10,325	(64)
Group Profit attributable to equity holders of the Company	983	2,668	(63)	3,568	7,301	(51)

2Q-2017 vs 2Q-2016

Group turnover in 2Q-2017 was S\$83.5 mil, comparable to the S\$84.6 mil achieved in 2Q-2016.

Weak performance of the Precast & Prefabricated Bathroom Unit (“PBU”) division led to an 81% decrease in Group Profit before tax to S\$1.0 mil in 2Q-2017.

After taking into account income tax and non-controlling interests, the Group reported a profit attributable to equity holders of S\$1.0 mil in 2Q-2017 compared to S\$2.7 mil in 2Q-2016.

1H-2017 vs 1H-2016

Group turnover in 1H-2017 was S\$169.6 mil, 1% higher than the S\$167.8 mil achieved in the previous corresponding period 1H-2016. Sales revenue of the Environmental Services division improved during the period, whereas turnover of the Precast & PBU division declined.

In 1H-2017, Group Profit before tax fell by 64% to S\$3.7 mil due to poor results recorded by the Precast & PBU division.

After taking into account income tax and non-controlling interests, the Group reported a profit attributable to equity holders of S\$3.6 mil in 1H-2017 compared to S\$7.3 mil in 1H-2016.

Turnover

Turnover (S\$'mil)	THE GROUP			THE GROUP		
	Quarter ended 30 June			6 months ended 30 June		
	2017	2016 (restated)	Change (%)	2017	2016 (restated)	Change (%)
<u>Continuing Operations</u>						
Precast & PBU	44.7	64.3	(30)	95.8	127.4	(25)
Environmental Services	33.4	14.4	132	63.0	28.2	123
Others	5.4	5.9	(8)	10.8	12.2	(11)
	83.5	84.6	(1)	169.6	167.8	1

Precast & Prefabricated Bathroom Unit ("PBU")

Turnover of the Precast & PBU division in 2Q-2017 and 1H-2017 were lower by 30% and 25% mainly as a result of competitive margins in the precast construction markets in Singapore, Malaysia and Dubai. Average selling price in Singapore was severely eroded due to intense competition in the light of the contraction in the private sector market. However, revenue from its PBU operation in Finland remained stable.

Environmental Services

Environmental Services turnover more than doubled in 2Q-2017 and 1H-2017, attributable to the consolidation effect of its newly acquired subsidiary in the fuel management service business and higher recycled fuel oil ("RFO") sales.

Attributable profit / (loss) before tax

Attributable profit / (loss) before tax (S\$'mil)	THE GROUP			THE GROUP		
	Quarter ended 30 June			6 months ended 30 June		
	2017	2016 (restated)	Change (%)	2017	2016 (restated)	Change (%)
<u>Continuing Operations</u>						
Precast & PBU	0.1	7.4	(99)	1.5	12.1	(87)
Environmental Services	(0.3)	(1.1)	(73)	(1.5)	(1.7)	(11)
Share of PSLT results	0.2	(0.1)	n/m	(0.2)	0.3	n/m
Others (including unallocated corporate expenses)	1.0	(1.1)	n/m	3.9	(0.4)	n/m
	1.0	5.1	(80)	3.7	10.3	(64)

n/m: not meaningful

Precast & PBU

Pre-tax profit of the division was about breakeven in 2Q-2017 and fell to S\$1.5 mil in 1H-2017 due to a significant shrinkage in project loading in Singapore, Malaysia and Dubai, compounded by lower selling prices. However, the division's PBU business in Finland continued to perform satisfactorily.

Environmental Services

The division recorded lower losses of S\$0.3 mil and \$1.5 mil in 2Q-2017 and 1H-2017 respectively despite the fire incident in March 2017 which disrupted its waste treatment business. This was partially mitigated by the turnaround of the division's RFO business in 2Q-2017 after a prolonged period of losses. The ongoing restructuring of the RFO business yielded higher operating volume.

Others

For this segment, the improved performance in 2Q-2017 was due to dividend income received from an available-for-sale investment of the Group. For 1H-2017, the higher pre-tax profit was due to profit from sale of investment properties amounted to S\$3.6mil.



NSL LTD

(Reg. no.: 196100107C)

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 Precast business as a whole is expected to remain challenging. Singapore Precast would continue to face intense competition adversely impacting selling price. Both Malaysia and Dubai operations have healthy order books subject to risk of project delay. The division's PBU business in Finland is likely to continue to perform satisfactorily.

In the Environmental Services division, business outlook for RFO business should continue to improve with the business restructuring. However, the performance of the division's waste management services is expected to remain challenging as part of its facilities has been shut down for repair work since March following the fire incident. Full operation is expected to resume in 4Q 2017. Nonetheless, the division has adequate insurance coverage for property damage and loss from business interruption.

Associate PSLT continues to face weak demand for its products.

11. Dividend

(a) Current Financial Period Reported On

Any interim / final dividend declared / recommended for the current financial year reported on?

None.

(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

No dividend has been declared or recommended for the six months ended 30 June 2017.

13. If the Group has obtained a general mandate from shareholders for Interested Person Transactions ("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 does not have a general mandate from shareholders for IPTs pursuant to Rule 920.



NSL LTD

(Reg. no.: 196100107C)

14. Negative confirmation pursuant to Rule 705 (5)

Please see confirmation below on page 19.

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

The Company has procured undertakings from all directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1).

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

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

16. 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

Not applicable.

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

Not applicable.

18. A breakdown of sales

Not applicable.

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

Not applicable.

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

Not applicable.



NSL LTD

(Reg. no.: 196100107C)

CONFIRMATION BY THE BOARD

The Board of Directors of the Company hereby confirm that, to the best of their knowledge, nothing has come to their attention which may render the unaudited consolidated financial results for the six months ended 30 June 2017 to be false or misleading.

BY ORDER OF THE BOARD

LIM Su-Ling
Company Secretary
8 August 2017



NSL LTD

(Reg. no.: 196100107C)

This release may contain forward-looking statements which may be identified by phrases that the Company or Management or Directors “expects”, “believes” “anticipates” “foresees” or “forecasts”. These forward-looking statements, if any, are based on current expectations and assumptions that are subject to risks and uncertainties. Actual performance, outcome or financial results post the date of this release may differ materially from those expressed in this release. Some factors that may affect the actual performance of the NSL Ltd and its group of companies may include, without limitation, political, economic, geographical, climatic and social conditions in the countries where the NSL Ltd and its group of companies, its customers or its suppliers operate; armed conflict or the effects of terrorist activities or war, acts of God, tsunami, earthquake, natural disasters, floods, effects of global climatic change in any part of the world which may cause disruption in manufacture, supply (availability and costs) of raw or intermediate materials, power, water, fuel, crude oil, import, export, transportation network necessary for the acquisition and supply of goods and services or financial markets; currency fluctuations; fluctuations in the price of raw materials, power, water, fuel, crude oil or demand for natural rubber; volatility of financial markets; general industry conditions, interest rate trends, cost of borrowings and capital availability, intense competition from other companies and venues for the production, sale/distribution of goods and services of the NSL Ltd and its group of companies, changes in industry or market capacity or demands; obsolete inventory, market acceptance or rejection of new goods and services, continued market acceptance of existing goods and services of the NSL Ltd and its group of companies; risk of unanticipated increased costs of power, oil, fuel, crude oil or utilities to operate its various plants; continued ability of NSL Ltd and its group of companies to retain market size and competitiveness for its goods and services; the effect of changes to policies /regulations whether or not resulting in imposition or lifting of anti-dumping duties in countries which the NSL Ltd and its group of companies operate, industrial accident(s) in any facility(ies) of NSL Ltd and its group of companies and their effects; unavailability of insurance, adverse results on litigation or debt recovery, implementation of operating cost structure that is aligned with revenue growth; SARS, bird flu, killer pig disease and their effects; coup d’etat, civil unrest, civil uprisings, revolutions, demonstrations, protests in any part of the world where NSL Ltd and its group of companies operate; any factor which may cause revenues and income to fall short of anticipated levels; ability to develop manufacture and market products and services in a rapidly changing environment; management retention and succession; changes in operating expenses, including employee wages, benefits and training, and governmental and public policy changes. This statement only relates to information available as at the date of release and you are cautioned to seek professional advice from your stock broker, solicitor, accountant or other professional adviser if you are in any doubt as to the meaning of anything herein.