BLUMONT
博诺有限公司

BLUMONT GROUP LTD.
(Company Registration No. 199302554G)
(Incorporated in the Republic of Singapore)

Unaudited Results for the First Quarter and Three Months Ended 31 March 2016 Financial Statements and Dividend Announcement

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

1(a) Consolidated statement of profit or loss and other comprehensive (loss)/income (for the Group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

	GROUP		
	S$'000		%
	1Q2016	1Q2015	Increase/ (Decrease)
Revenue	899	901	(*)
Other gains/(losses) – net	1,368	(5,770)	NM
Expenses			
Raw materials and consumables used	(33)	(40)	(18)
Employee benefits	(461)	(463)	(*)
Others	(1,938)	(3,105)	(38)
Impairment loss on financial assets, available-for-sale	(5,617)	(398)	100
Share of loss of an associate	-	-	NM
Finance costs	(1,196)	(1,162)	3
Total expenses	**(9,245)**	**(5,168)**	
Loss before income tax	**(6,978)**	**(10,037)**	
Income tax	4	21	(81)
LOSS FOR THE PERIOD	**(6,974)**	**(10,016)**	
Other comprehensive (loss)/income:			
Items that may be reclassified subsequently to profit or loss:			
Foreign currency translation gain(loss)	281	(98)	NM
Net change in fair value of financial assets, available-for-sale	-	929	NM
Cumulative gain in fair value of financial assets, available-for-sale reclassified to profit or loss	(1,378)	-	NM
Other comprehensive (loss)/income for the period, net of tax	**(1,097)**	**831**	
TOTAL COMPREHENSIVE LOSS FOR THE PERIOD	**(8,071)**	**(9,185)**	
Loss for the period attributable to:			
Owners of the Company	(7,152)	(10,241)	(30)
Non-controlling interests	178	225	(21)
	(6,974)	**(10,016)**	
Total comprehensive loss for the period attributable to:			
Owners of the Company	(8,315)	(9,354)	(11)
Non-controlling interests	244	169	44
	(8,071)	**(9,185)**	
Loss per share attributable to owners of the Company (expressed in cents)			
- Basic	**(0.16)**	**(0.38)**	**(58)**
- Diluted	**(0.16)**	**(0.38)**	**(58)**

NM : Not Meaningful
* : < 1%

Notes to the consolidated statement of profit or loss and other comprehensive (loss)/income

i) Loss before income tax is after (charging)/crediting:

	GROUP		
	S$'000		%
	1Q2016	1Q2015	Increase/ (Decrease)
Net gain/(loss) on disposal of:			
- financial assets, available-for-sale	-	497	NM
- financial assets, at fair value through profit or loss	(158)	(1,601)	(90)
Loss on conversion of debt instrument to equity, available-for-sale	(60)	-	NM
Net fair value loss on financial assets, at fair value through profit or loss	(472)	(3,491)	(86)
Gain on disposal of property and equipment	1	-	NM
Loss on property and equipment written off	-	(17)	NM
Net currency exchange gain/(loss)	1,971	(1,325)	NM
Interest income			
- Celsius Coal Limited Convertible Note	-	83	NM
- Cokal Limited Convertible Loan	59	57	4
- bank balances	14	18	(22)
- others	*-	*-	NM
Interest expense			
- Wintercrest Financing Loans	(1,195)	(867)	38
- finance lease liabilities	(1)	(2)	(50)
Amortisation of deferred loan charges	-	(293)	NM
Allowance for impairment loss on other receivables - third parties	(43)	-	NM
Depreciation of property and equipment	(127)	(98)	30
Withholding tax expense	(241)	-	NM

NM : Not Meaningful
* : < S$1,000

ii) Income tax attributable to results is made up of:

	GROUP		
	S$'000		%
	1Q2016	1Q2015	Increase/ (Decrease)
Income tax comprises:			
Current income tax	(1)	(1)	-
Deferred income tax	5	10	(50)
	4	**9**	
Over-provision in prior period	-	12	NM
	4	**21**	

NM : Not Meaningful

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

	GROUP			COMPANY		
	S$'000		%	S$'000		%
	As at 31/03/2016	As at 31/12/2015	Increase/ (Decrease)	As at 31/03/2016	As at 31/12/2015	Increase/ (Decrease)
ASSETS						
Current assets						
Cash and bank balances	2,112	2,021	5	34	64	(47)
Financial assets, at fair value through profit or loss	128	1,074	(88)	1	2	(50)
Trade and other receivables	712	896	(21)	67	152	(56)
Other current assets	933	723	29	142	123	15
Development properties	4,966	4,750	5	-	-	NM
Assets held for sale	1,746	1,670	5	-	-	NM
	10,597	**11,134**		**244**	**341**	
Non-current assets						
Investments in subsidiaries	-	-	NM	4,416	4,416	NM
Investment in associate	5,152	5,152	NM	-	-	NM
Loans to subsidiaries	-	-	NM	8,365	8,683	(4)
Financial assets, available-for-sale	3,869	10,849	(64)	3,869	10,849	(64)

Property and equipment	4,496	4,425	2	224	243	(8)
Deferred tax assets	160	156	3	-	-	NM
	13,677	**20,582**		**16,874**	**24,191**	
Total assets	**24,274**	**31,716**		**17,118**	**24,532**	
LIABILITIES						
Current liabilities						
Trade and other payables	19,302	^ 17,439	11	18,809	^ 16,965	11
Borrowings	26,329	27,581	(5)	26,329	27,581	(5)
Current income tax liabilities	89	89	NM	-	-	NM
	45,720	**45,109**		**45,138**	**44,546**	
Net Current Liabilities	**(35,123)**	**(33,975)**		**(44,894)**	**(44,205)**	
Non-current liabilities						
Employee compensation	630	604	4	-	-	NM
Borrowings	76	84	(10)	76	84	(10)
Deferred tax liabilities	13	12	8	-	-	NM
	719	**700**		**76**	**84**	
Total liabilities	**46,439**	**45,809**		**45,214**	**44,630**	
Net liabilities	**(22,165)**	**(14,093)**		**(28,096)**	**(20,098)**	
EQUITY						
Equity attributable to owners of the Company						
Share capital	107,094	107,095	NM	107,094	107,095	NM
Reserves	(6,038)	^ (4,875)	24	147	1,525	(90)
Accumulated losses	(127,541)	^ (120,389)	6	(135,337)	^ (128,718)	5
	(26,485)	**(18,169)**		**(28,096)**	**(20,098)**	
Non-controlling interests	**4,320**	**4,076**	6	**-**	**-**	NM
Total equity	**(22,165)**	**(14,093)**		**(28,096)**	**(20,098)**	

NM : Not Meaningful
^ : Adjusted and audited as at 31 December 2015

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

Amount repayable not later than one year **Amount repayable after one year**

As at 31/03/2016		As at 31/12/2015			As at 31/03/2016		As at 31/12/2015	
Secured	**Unsecured**	**Secured**	**Unsecured**		**Secured**	**Unsecured**	**Secured**	**Unsecured**
S$'000	**S$'000**	**S$'000**	**S$'000**		**S$'000**	**S$'000**	**S$'000**	**S$'000**
26,329	-	27,581	-		76	-	84	-

Details of any collateral

Pertaining to the secured borrowings, the Group has granted in favour of the lenders the following as at 31 March 2016:

(i) Finance lease liabilities of the Group are secured by the rights to the leased motor vehicles with net carrying amount of S$0.15 million (31 December 2015: S$0.16 million), which would revert to the lessors in the event of default by the Group.

(ii) The financing facility of the Group is secured by:
   a. All investments owned by the Company whose principal activities consist of exploration for or extraction of minerals, oil or gas (excluding any company that purely provides services or equipment to other companies engaged in such activities) with a carrying amount of S$9.02 million. (31 December 2015: S$16.00 million);
   b. The Company's shares in Blumont Copper Pte. Ltd. and Powerlite Ventures Limited with a carrying amount of S$3.31 million. (31 December 2015: S$3.31 million);
   c. The Company's bank account amounting to S$0.02 million. (31 December 2015: S$0.05 million); and
   d. All monetary claims owing to the Company from Blumont Copper Pte. Ltd., Powerlite Ventures Limited and Cokal Limited with a carrying amount of S$0.01 million. (31 December 2015: S$0.01 million).

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.

	GROUP	
	S$'000	
	1Q2016	1Q2015
Cash Flows from Operating Activities		
Loss before income tax	(6,978)	(10,037)
Adjustments for:		
Unrealised foreign exchange (gain)/loss	(1,245)	1,071
Depreciation of property and equipment	127	98
Allowance for impairment loss on other receivables - third parties	43	-
Interest expense	1,196	869
Interest income	(73)	(158)
Amortisation of deferred loan charges	-	293
Net fair value loss on financial assets, at fair value through profit or loss	472	3,491
Loss on property and equipment written off	-	17
Impairment loss on financial assets, available-for-sale	5,617	398
Loss on conversion of debt instrument to equity, available-for-sales	60	-
Net gain on disposal of financial assets, available-for-sale	-	(497)
Gain on disposal of property and equipment	(1)	-
Withholding tax expense	241	-
Operating cash flows before working capital changes	**(541)**	**(4,455)**
Changes in operating assets and liabilities		
Financial assets, at fair value through profit or loss	474	2,258
Receivables	(64)	(1,930)
Payables	407	2,981
Cash generated from/(used) in operations	**276**	**(1,146)**
Income tax paid	(1)	(32)
Net cash generated from/(used in) operating activities	**275**	**(1,178)**
Cash Flows from Investing Activities		
Purchase of property and equipment	(203)	(114)
Interest received	14	18
Proceeds from disposal of property and equipment	11	-
Net cash used in investing activities	**(178)**	**(96)**
Cash Flows from Financing Activities		
Repayment of finance lease liabilities	(8)	(52)
Payment of share issue expenses	(1)	(64)
Interest paid	(1)	(2)
Net proceeds from issuance of ordinary shares	-	1,705
Net cash (used in)/generated from financing activities	**(10)**	**1,587**
Net increase in cash and cash equivalents	87	313
Cash and cash equivalents at the beginning of the period	2,019	3,956
Effects of exchange rate changes on cash and cash equivalents	3	(24)
Cash and cash equivalents at the end of the period	**2,109**	**4,245**

For the purpose of presenting the consolidated statement of cash flows, the consolidated cash and cash equivalents comprise the following:

	GROUP	
	S$'000	
	1Q2016	1Q2015
Cash at bank and on hand	850	3,176
Short-term bank deposits	1,262	1,072
	2,112	**4,248**
Less: Bank balances and deposits pledged	(3)	(3)
Cash and cash equivalents per consolidated statement of cash flows	**2,109**	**4,245**

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 Group

		Attributable to owners of the Company						
	Share capital	**Fair value reserve**	**Currency translation reserve**	**Other reserve**	**Accumulated losses**	**Total**	**Non-controlling interests**	**Total equity**
	S$'000	**S$'000**	**S$'000**	**S$'000**	**S$'000**	**S$'000**	**S$'000**	**S$'000**
1Q2016								
Balance at 1 January 2016	107,095	1,525	(4,916)	(1,484)	(120,389)	(18,169)	4,076	(14,093)
(Loss)/Profit for the period	-	-	-	-	(7,152)	(7,152)	178	(6,974)
Other comprehensive (loss)/income, net of tax:								
Net change in fair value of financial assets, available-for-sale	-	(1,378)	-	-	-	(1,378)	-	(1,378)
Foreign currency translation gain	-	-	215	-	-	215	66	281
Total comprehensive (loss)/income for the period	**-**	**(1,378)**	**215**	**-**	**(7,152)**	**(8,315)**	**244**	**(8,071)**
Share issue expenses	(1)	-	-	-	-	(1)	-	(1)
Balance at 31 March 2016	**107,094**	**147**	**(4,701)**	**(1,484)**	**(127,541)**	**(26,485)**	**4,320**	**(22,165)**
1Q2015								
Balance at 1 January 2015	100,174	**-**	(3,372)	(1,484)	(90,802)	4,516	4,182	8,698
(Loss)/Profit for the period	**-**	**-**	**-**	-	(10,241)	(10,241)	225	(10,016)
Other comprehensive (loss)/income, net of tax:								
Net change in fair value of financial assets, available-for-sale	**-**	929	-	-	-	929	-	929
Foreign currency translation loss	**-**	-	(42)	-	-	(42)	(56)	(98)
Total comprehensive (loss)/ income for the period	**-**	**929**	**(42)**	**-**	**(10,241)**	**(9,354)**	**169**	**(9,185)**
Share issue expenses	(64)	-	-	-	-	(64)	-	(64)
Issue of shares	3,826	-	-	-	-	3,826	-	3,826
Balance at 31 March 2015	**103,936**	**929**	**(3,414)**	**(1,484)**	**(101,043)**	**(1,076)**	**4,351**	**3,275**

Statement of Changes in Equity of the Company

	Share capital	Fair value reserve	Accumulated losses	Total
	S$'000	S$'000	S$'000	S$'000
1Q2016				
Balance at 1 January 2016	107,095	1,525	(128,718)	(20,098)
Loss for the period	-	-	(6,619)	(6,619)
Other comprehensive loss, net of tax:				
Net change in fair value of financial assets, available-for-sale	-	(1,378)	-	(1,378)
Total comprehensive loss for the period	**-**	(1,378)	(6,619)	(7,997)
Share issue expenses	(1)	-	-	(1)
Balance at 31 March 2016	**107,094**	**147**	**(135,337)**	**(28,096)**
1Q2015				
Balance at 1 January 2015	**100,174**	-	**(73,249)**	**26,925**
Loss for the period	-	-	(37,119)	(37,119)
Other comprehensive loss, net of tax:				
Net change in fair value of financial assets, available-for-sale	-	904	-	904
Total comprehensive loss for the period	**-**	904	(37,119)	(36,215)
Share issue expenses	(64)	-	-	(64)
Issue of shares	3,826	-	-	3,826
Balance at 31 March 2015	**103,936**	**904**	**(110,368)**	**(5,528)**

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.

Issued share capital

	No. of shares	Amount S$
As at 31 March 2016	4,514,224,998	107,093,705

	No. of shares
As at 1 January 2016	4,514,224,998
Issue ordinary shares	-
As at 31 March 2016	4,514,224,998

As at 31 March 2016, the Company did not hold any treasury shares (31 March 2015: Nil).

Blumont Employee Share Option 2013 ("Blumont ESOS 2013")

No share options under the Blumont ESOS 2013 have been granted for the first quarter and three month ended 31 March 2016.

Performance Share Plan ("Blumont PSP")

No incentive share awards under the Blumont PSP have been granted for the first quarter and three month ended 31 March 2016.

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.

	As at 31/03/2016	As at 31/12/2015
Total number of issued ordinary shares	4,514,224,998	4,514,224,998

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.

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.

3. Where the figures have been audited or reviewed, the independent auditor's 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.

The accounting policies and methods of computation applied by the Group are consistent with those used in its most recently audited financial statements, except for those as disclosed under paragraph 5.

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.

On 1 January 2016, the Group adopted the following new/revised/amended Financial Reporting Standards ("FRSs").

Description	Effective for annual periods beginning on or after
Amendments to FRS 1 *Disclosure Initiative*	1 January 2016
Amendments to FRS 27 *Equity Method in Separate Financial Statements*	1 January 2016
Amendments to FRS 107 *Financial Statements: Disclosure*	1 January 2016
Amendments to FRS 105 *Non-current Assets Held for Sale and Discontinued Operations*	1 January 2016

The adoption of the above FRSs, do not/have no material impact on the financial position or financial performance of the Group.

6. Loss 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.

	GROUP	
Loss per share for loss attributable to the owners of the Company	**1Q2016**	**1Q2015**
(i) On the weighted average number of ordinary shares in-issue (in cents)	(0.16)	(0.38)
- Weighted average number of shares	4,514,224,998	2,686,175,160
(ii) On a fully diluted basis (in cents)	(0.16)	(0.38)
- Adjusted weighted average number of shares	4,514,224,998	2,686,175,160

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 31/03/2016	**As at 31/12/2015**	**As at 31/03/2016**	**As at 31/12/2015**
Net asset value per ordinary share based on issued share capital at the end of the financial year (owners of the Company) (in cents)	(0.50)	^ (0.31)	(0.62)	^ (0.45)

^ : Adjusted and audited as at 31 December 2015

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.

Commentary on the Consolidated Statement of Profit or Loss and Other Comprehensive (Loss)/Income

Statement of Profit or Loss

The net other gain was S$1.37 million for 1Q2016 (1Q2015: loss of S$5.77 million) mainly comprise of:
(a) net currency exchange gain of S$1.97 million for 1Q2016 (1Q2015: net currency exchange loss of S$1.33 million) mainly resulting from strengthening of Singapore Dollars against United States Dollars;
(b) net fair value loss on financial assets, at fair value through profit or loss of S$0.47 million for 1Q2016 (1Q2015: S$3.49 million). The reported fair value (loss)/gain arose from the mark-to-market adjustment of the value of the quoted financial assets, at fair value through profit or loss generating the revaluation (loss)/gain based on market bid prices on the securities held. The quoted financial assets, at fair value through profit or loss comprised of a portfolio of equity investments in companies listed in the Singapore Exchange and Bursa Malaysia;
(c) net loss on disposal of financial assets, at fair value through profit or loss of S$0.16 million for 1Q2016 (1Q2015: S$1.60 million);
(d) interest income of S$0.07 million for 1Q2016 (1Q2015: S$0.16 million), mainly derived from (i) interest on convertible note and convertible loan of S$0.06 million for 1Q2016 (1Q2015: S$0.14 million); and (ii) bank balances of S$0.01 million for 1Q2016 (1Q2015: S$0.02 million); and

(e) loss on conversion of debt instrument to equity, available-for-sale of S$0.06 million for 1Q2016. (1Q2015: Nil).

Raw materials and consumables used decreased by S$0.01 million or 18% from S$0.04 million for 1Q2015 to S$0.03 million for 1Q2016 were in line with the decrease in sterilisation segment revenue.

Other expenses decreased by S$1.16 million or 38%, from S$3.11 million for 1Q2015 to S$1.94 million for 1Q2016. The decrease was primarily due to:
(a) a decrease in:
    (i) administration and professional fees in relation to Wintercrest advisor LLC ("Wintercrest loan") by approximately S$0.50 million (1Q2016: S$1.20 million; 1Q2015: S$1.70 million);
    (ii) other professional and consultancy fees relating to mineral and energy resources segment investments by S$0.77 million (1Q2016: S$2,000; 1Q2015: S$0.77 million); and
    (iii) marketing and advertising expenses by S$0.16 million (1Q2016: S$2,000; 1Q2015: S$0.16 million).
(b) an increase in:
    (i) provision for withholding tax on expenses incurred on loan drawn down from Wintercrest Advisors LLC ("Wintercrest Financing Loan") of S$0.24 million for 1Q2016 (1Q2015: Nil).

Impairment loss on financial assets, available-for-sale of S$5.62 million for 1Q2016 (1Q2015: S$0.40 million) pertains to adjustment to impairment losses recognised due to "significant" or "prolonged" decline in the fair value in 1Q2016 of the equity investments and loan facility, classified as financial assets, available-for-sale.

The share of profit or loss of the associate pertains to share of loss or profit of investment in associate, Azarga Uranium Corp., which is listed in Toronto Stock Exchange. The Group did not disclose the share of profit or loss of the associate for the period due to public information pertaining to the associate has not been released to date.

Income tax credit was S$4,000 for 1Q2016 (1Q2015: S$21,000) pertains to:
(a) reversal of deferred tax of S$5,000 for 1Q2016 (1Q2015: S$10,000) recognised for taxable temporary differences for depreciation and accruals incurred;
(b) current income tax provision of S$1,000 for 1Q2016 (1Q2015: S$1,000) in accordance with FRS12 Income taxes; and
(c) no over-provision of income tax expense for 1Q2016 (1Q2015: S$12,000).

Other Comprehensive Loss

Foreign currency translation gain of S$0.28 million for 1Q2016 (1Q2015: foreign currency translation loss of S$0.10 million) relates to the translation of the results and the net assets of the Group's foreign operations from their functional currencies to the Group's presentation currency in accordance with FRS 21 *The Effects of Changes in Foreign Exchange Rate.*

Net changes in fair value of financial assets, available-for-sale was S$Nil for 1Q2016 (1Q2015: Net gain of S$0.93 million). Net changes in fair value of financial assets, available-for-sale was due to recognition of unrealised fair value changes from the mark-to-market adjustment of the value of the portfolio of the quoted investments listed in the Australian Securities Exchange.

The Group reclassified S$1.38 million of net fair value gain of financial assets, available-for-sale to profit or loss for 1Q2016 (1Q2015: S$Nil) as there were "significant" or "prolonged" decline in the fair value in 1Q2016 of the equity investments, classified as financial assets, available-for-sale.

Commentary on the Statement of Financial Position

Financial assets, at fair value through profit or loss decreased by S$0.95 million or 88% from S$1.07 million as at 31 December 2015 to S$0.13 million as at 31 March 2016. The decrease in financial assets, at fair value through profit or loss was mainly due to:
(a) the disposal of financial assets, at fair value through profit or loss was S$0.47 million; and
(b) mark-to-market adjustment of quoted equity shares held with additional net loss of S$0.47 million.
Financial assets, at fair value through profit or loss were stated at their fair value based on their quoted bid prices at the respective as at period end.

Trade and other receivables decreased by S$0.18 million or 21% from S$0.90 million as at 31 December 2015 to S$0.71 million as at 31 March 2015 was mainly due to decrease by S$0.07 million of trade receivables and S$0.12 million of other receivables.

Other current assets increased by S$0.21 million or 29% from S$0.72 million as at 31 December 2015 to S$0.93 million as at 31 March 2016. The increase arose mainly due to increase in prepayment of income tax.

Financial assets, available-for-sale includes quoted equity investments listed on Australian Securities Exchange and convertible loan as at 31 March 2016. The decrease of S$6.98 million or 64% in financial assets, available-for-sale from S$10.85 million as at 31 December 2015 to S$3.87 million as at 31 March 2016 was mainly attributed to:
(a) net fair value loss of financial assets, available-for-sale recognised in other comprehensive income of S$1.38 million;
(b) impairment loss on financial assets, available-for-sale of S$5.62 million recognised in profit or loss; and
(c) addition through off set debt owed by other receivable of S$0.02 million.

Trade and other payables of S$19.30 million as at 31 March 2016 (31 December 2015: S$17.44 million) mainly comprise of:
(a) provision for interest payable of S$7.66 million (31 December 2015: S$6.80 million), arose from interest expense for Wintercrest Financing Loans due to increase in interest rate from 10% to 12% with effect from 29 May 2015 in accordance with the Supplementary Facility Agreement entered by the Company and Wintercrest Advisors LLC ("Wintercrest") and interest expenses are compounded with effect from 13 September 2015.

(b) other payables of S$1.65 million (31 December 2015: S$1.63 million).
(c) accrued operating expenses of S$9.94 million (31 December 2015: S$8.98 million), mainly arose from
  (i) accrued administration fees of S$7.46 million (31 December 2015: S$6.60 million) which relates to administration fees on the Wintercrest Loan Facility for each calendar month on the outstanding loan.
  (ii) Accrued extension fees of S$0.56 million (31 December 2015: S$0.59 million) being fees for extension of loan term in relation to Wintercrest Loan Facility.
  (iii) Withholding tax provision of S$1.62 million (31 December 2015: S$1.44 million) pertains provision for withholding tax for interest expense on Wintercrest Loan Facility.
  (iv) Accrued legal and consultancy fees of S$0.08 million (31 December 2015: S$0.12 million) for unbilled services incurred for the period.
  (v) Others accrued operating expenses of S$0.22 million (31 December 2015: S$0.23 million) mainly comprise of unbilled audit and tax fees for the financial period, accrued payroll related expenses such as unutilised leave and Central Provident Funds contribution.
(d) Amount due to director of S$0.05 million (31 December 2015: S$0.03 million).

As at 31 March 2016, the Group had a negative working capital of S$35.12 million (31 December 2015: S$33.98 million) and net liability of S$22.17 million (31 December 2015: S$14.09 million). The Company intends to fund its operation through the Group's internal resources, disposal of investments, borrowings and/or capital raising as and when required.

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

Not applicable as there is no forecast or prospect statement 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 performance of the sterilisation segment of the Group has been consistent. Barring any unforeseen circumstances, we do not expect any substantial variation in its performance.

The Group's investment holding segment including quoted equity investment classified as investment in associate and the portfolio of quoted financial assets, available-for-sale, including the portfolio under the mineral and energy resources ties to the changes in the financial market and global economy with uncertainty and volatility in the investment outlook. The mineral and energy resources segment is a highly risky business and requires time, effort, investment and development.

To-date, the following proposal was made by the Company:

Proposed Settlement Agreement with Wintercrest Advisors LLP

On 8 April 2016, the Company announced via SGXNET that the Company has entered into a settlement agreement dated 7 April 2016 with Wintercrest Advisors LLC ("Wintercrest") ("Settlement Agreement") for the full and final settlement of the outstanding amount owing and payable to Wintercrest under the facility agreement based on computation as at 31 December 2015.

The Company and Wintercrest have agreed to effect a full and final settlement of the outstanding amount and have agreed that, subject to the specified conditions set out in the Settlement Agreement having been satisfied and/or complied with through assignment of investment assets in the mineral and energy resources segment and issuance of shares.

To-date, there were no further developments.

Legal Proceeding in relation to Raintree Rock Sdn Bhd ("Raintree")

On 26 April 2016, the Company announced via SGXNET that Raintree, a wholly owned subsidiary of Blumont Group Ltd., had been notified that it had on 22 April 2016, been served with a writ of summons and state of claim filed in the high court of Malaya in Kuala Lumpur to take steps to effect rectification of the strata title to the property, an order for specific performance by Raintree, subject to the Court varying certain terms of the Agreement dated 15 September 2015 for the sale of a property in Kuala Lumpur, including the purchase price, or, in lieu of specific performance, a refund of deposits paid by the Plaintiffs, together with liquidated damages of RM600,000 and damages for misrepresentation.

The Group is currently seeking legal advice and will, in consultation with its solicitors, take such necessary steps to defend the Legal Proceedings. The Group reserves all its rights on the matter. The Company will disclose any updates or further information on the Legal Proceedings when it is appropriate to do so.

11. Dividend

(a) Current Financial Period Reported On.

Any dividend declared for the current financial period reported on?
No.

(b) Corresponding Period of the Immediately Preceding Financial Year.

Any dividend declared for the corresponding period of the immediately preceding financial year?
No.

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

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

The Board of Directors does not recommend any payment of dividends for the first quarter and three months ended 31 March 2016.

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

The Company did not obtain a general mandate from shareholders for IPTs.

14. Confirmation pursuant to Rule 705(5) of the listing manual.

To the best of our knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited consolidated financial results for the first quarter and three months ended 31 March 2016 to be false or misleading.

On behalf of the Board of Directors

Ng Kim Huatt	Calvin Lim Huan Kim
Director	Director

15. Confirmation that the issuer has procured undertakings from all its directors and executive officer under Rule 720(1) of the listing manual.

The Company hereby confirms that it has procured undertakings from all its directors and executive officer under Rule 720(1) of the listing manual.

16. Please disclose the status on the use of proceeds raised from IPO and any offerings pursuant to Chapter 8 and whether the use of proceeds is in accordance with the stated use. Where the proceeds have been used for working capital purposes, a breakdown with specific details on how the proceeds have been applied must be disclosed.

Not applicable.

PART II– VOLUNTARILY DISCLOSURE OF ADDITIONAL INFORMATION

17. Breakdown of financial assets, at fair value through profit or loss

The financial assets, at fair value through profit or loss are as follows:

	GROUP		COMPANY	
	2016	**2015**	**2016**	**2015**
	S$000	**S$000**	**S$000**	**S$000**
Three months period ended 31 March				
Balance as at 1 January	1,074	7,880	2	161
Disposals	(474)	(2,257)	-	(150)
Fair value loss	(472)	(3,491)	(1)	(3)
Balance as at 31 March	**128**	**2,132**	**1**	**8**
At fair value on initial recognition:				
Listed securities:				
Equity securities – Singapore	122	2,104	1	8
Equity securities – Malaysia	6	28	-	-
Total as at 31 March	**128**	**2,132**	**1**	**8**

18. Breakdown of financial assets, available-for-sale

The investees held in the mineral and energy resources segments of the Group as at 31 March 2016 are Celsius Coal Limited, Cokal Limited, Kidman Resources Limited, Merlin Diamonds Limited, Elysium Resources Limited and Genesis Resources Limited classified as follows:

	GROUP		COMPANY	
	2016	**2015**	**2016**	**2015**
	S$000	**S$000**	**S$000**	**S$000**
Quoted equity investments (a)	3,869	10,838	3,869	10,149
Celsius Convertible Note (b)	-	-	-	-
Cokal Convertible Loan (c)	-	4,675	-	4,675

Total Financial assets, available-for-sale	**3,869**	**15,513**	**3,869**	**14,824**
(a) Quoted equity investments				
At fair value				
Three months period ended 31 March				
Balance as at 1 January	10,849	8,496	10,849	7,306
Additions	-	2,122	-	2,122
Additions from conversion of Celsius Convertible Note	-	166	-	166
Additions from conversion of interest receivables	-	23	-	23
Additions through conversion of debt owed by Elysium Resources Limited	15	-	15	-
Impairment recognised during the period	(5,617)	(370)	(5,617)	(370)
Disposal	-	(569)	-	-
Cumulative fair value changes recognised in other comprehensive income	(1,378)	929	(1,378)	902
Currency translation differences	-	41	-	-
Balance as at 31 March	**3,869**	**10,838**	**3,869**	**10,149**
(b) Celsius Convertible Note				
Three months period ended 31 March				
Balance as at 1 January	**-**	161	**-**	161
Conversion of convertible note	**-**	(86)	**-**	(86)
Impairment recognised	**-**	(28)	**-**	(28)
Currency translation differences	**-**	(47)	**-**	(47)
Balance as at 31 March	**-**	**-**	**-**	**-**
(c) Cokal Convertible Loan				
Three months period ended 31 March				
Balance as at 1 January	**-**	4,492	**-**	4,492
Currency translation differences	-	183	-	183
Balance as at 31 March	**-**	**4,675**	**-**	**4,675**
Total Financial assets, available-for-sale	**3,869**	**15,513**	**3,869**	**14,824**

19. Going concern assumption

In the opinion of the Board, the Company would be able to operate as going concern.

The Board has reviewed the Group's cash flow requirements for the next 12 months and believe that although uncertainties exist, there are reasonable grounds to believe that the Group will be able to raise sufficient funds to enable the Group to fund its operations in the next 12 months. The basis for making this statement is as follows:

Negotiation on full settlement of the outstanding payable to Wintercrest Advisors LLC. The Company has entered into a settlement agreement dated 7 April 2016 with Wintercrest ("Settlement Agreement") for the full and final settlement of the outstanding amount owing and payable to Wintercrest under the facility agreement (subject to regulatory and shareholders approval) based on computation as at 31 December 2015. If successful, the immediate impact would be remove the single largest liability and operating cost. Without any further interest charges and administration fees, the Company will be in a good position to return to profitability soon.

Recovery of Consortium costs for Prospect Resources Limited. As announced by the Company on 15 August 2015, the Court has dismissed Prospect Resources Limited ("PSC")'s claims and ordered that PSC pay the Consortium costs. The Company expects to receive the award amount in financial year 2016.

Cash inflow from sale of properties. Further the Group is also pending to dispose one-unit Clear Water Residence in Malaysia which is valued at approximately S$0.49 million (RM1.50 million) as at 31 December 2015, which the Group is expecting to realise the sale in financial year 2016.

Initial sum on joint venture agreement with Eminent Envisage Sdn Bhd ("JV Agreement"). As announced by the Company on 4 December 2015, the Group is expecting to receive RM500,000 as the initial sum of the JV Agreement in financial year 2016.

BY ORDER OF THE BOARD
Ng Kim Huatt
Executive Director
10 May 2016