

TIH LIMITED

(Registration Number: 199400941K)

***Third Quarter Financial Statement and Dividend Announcement
for the period ended 30 September 2016***

THESE FIGURES HAVE NOT BEEN AUDITED.

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

**1(a)(i) Consolidated statement of profit or loss
For the third quarter ended 30 September 2016**

	Group					
	3 mths to 30 Sep 2016 S\$'000	3 mths to 30 Sep 2015 S\$'000	Increase / (Decrease) %	9 mths to 30 Sep 2016 S\$'000	9 mths to 30 Sep 2015 S\$'000	Increase / (Decrease) %
Dividends/distributions from subsidiary	-	-	-	5,985	-	100
Net gain on disposal of investments	-	2,029	nm	-	2,029	nm
Net change in fair value of investments at fair value through profit or loss (Note 1)	3,727	1,934	93	4,082	3,433	19
Net change in fair value of derivative financial instruments	(24)	(139)	(83)	106	(325)	nm
Interest income/(expense) from unquoted equity investments (Note 2)	644	(737)	nm	1,878	448	319
Impairment losses	-	(5,248)	nm	-	(5,248)	nm
Net gains/(loss) from investments	4,347	(2,161)	nm	12,051	337	3,476
Other operating income (Note 3)	105	14	650	696	35	1,889
Total investment income/(loss)	4,452	(2,147)	nm	12,747	372	3,327
Net finance expense	(75)	(13)	477	(65)	(19)	242
Operating expenses	(1,169)	(909)	29	(3,018)	(2,642)	14
Profit/(loss) before tax	3,208	(3,069)	nm	9,664	(2,289)	nm
Income tax	-	-	-	-	-	-
Profit/(loss) for the financial period attributable to owners of the Company	3,208	(3,069)	nm	9,664	(2,289)	nm

nm: Not meaningful

Operating expenses include the following:

	Group					
	3 mths to 30 Sep 2016 S\$'000	3 mths to 30 Sep 2015 S\$'000	Increase / (Decrease) %	9 mths to 30 Sep 2016 S\$'000	9 mths to 30 Sep 2015 S\$'000	Increase / (Decrease) %
Depreciation on property, plant and equipment	9	12	(25)	31	32	(3)
Audit fees paid/payable to:						
- Auditor of the Company for statutory audit of the Company and the Group	37	37	-	111	111	-
Non-audit fees paid/payable to:						
- Auditor of the Company	8	19	(58)	17	35	(51)
Directors' remuneration	107	107	-	321	321	-
Staff costs	397	331	20	1,213	1,029	18
Legal and professional fees (Note 4)	435	239	82	804	598	34
Others	176	164	7	521	516	1
	1,169	909	29	3,018	2,642	14

nm: Not meaningful

Notes:

- (1) The net gain in investments at fair value through profit or loss of S\$3.73 million for the three months ended 30 September 2016 (“3Q2016”) was due to increase in fair value of unquoted portfolio companies.
- (2) Interest income from unquoted equity investments of S\$0.64 million for 3Q2016 relates to the accrual of interest on a loan granted to a portfolio company.
- (3) Other operating income of S\$0.11 million in 3Q2016 was mainly derived from consultancy services fee income.
- (4) Legal and professional fees of S\$0.44 million includes strategic support services fees of S\$0.17 million, legal fees of S\$0.19 million and other professional fees of S\$0.08 million.

**1(a)(ii) Consolidated statement of comprehensive income
For the third quarter ended 30 September 2016**

	Group					
	3 mths to 30 Sep 2016 S\$'000	3 mths to 30 Sep 2015 S\$'000	Increase / (Decrease) %	9 mths to 30 Sep 2016 S\$'000	9 mths to 30 Sep 2015 S\$'000	Increase / (Decrease) %
Profit/(loss) for the financial period	3,208	(3,069)	nm	9,664	(2,289)	nm
Other comprehensive income/(deficit)						
<u>Items that are or may be reclassified subsequently to profit or loss:</u>						
Net change in fair value of available-for-sale investments (Note 1)	7,330	(4,404)	nm	7,550	(8,120)	nm
Tax on items that are or may be reclassified subsequently to profit or loss	-	-	-	-	-	-
Other comprehensive income/(deficit) for the financial period, net of tax	7,330	(4,404)	nm	7,550	(8,120)	nm
Total comprehensive income/(deficit) for the financial period attributable to owners of the Company	10,538	(7,473)	nm	17,214	(10,409)	nm

nm: Not meaningful

Note:

- (1) The fair value gain on available-for-sale investments of S\$7.33 million for 3Q2016 was mainly attributed to the increase in fair value of Fortune Code Limited (“Fortune Code”).

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

**Statements of financial position
As at 30 September 2016**

	Group		Company	
	30 Sep 2016	31 Dec 2015	30 Sep 2016	31 Dec 2015
	S\$'000	S\$'000	S\$'000	S\$'000
Assets				
Current assets				
Cash and cash equivalents (Note 1)	15,595	18,722	12,840	15,010
Other receivables (Note 2)	1,073	4,544	893	4,338
Derivatives (Note 3)	73	-	73	-
	16,741	23,266	13,806	19,348
Non-current assets				
Investments				
- At fair value through profit or loss (Note 4)	73,183	59,855	73,183	59,855
- Available-for-sale (Note 5)	18,270	10,721	18,270	10,721
- Subsidiary	-	-	5,000	5,000
	91,453	70,576	96,453	75,576
Loan receivable (Note 6)	30,842	28,964	30,842	28,964
Property, plant and equipment	44	63	-	-
	122,339	99,603	127,295	104,540
Total assets	139,080	122,869	141,101	123,888
Liabilities				
Current liabilities				
Other payables (Note 7)	17,230	18,290	17,107	17,439
Derivatives	-	33	-	33
Convertible bonds (Note 8)	4,122	-	4,122	-
	21,352	18,323	21,229	17,472
Non-current liabilities				
Convertible bonds (Note 8)	-	4,032	-	4,032
	-	4,032	-	4,032
Total liabilities	21,352	22,355	21,229	21,504
Net assets	117,728	100,514	119,872	102,384
Equity attributable to owners of the Company				
Share capital	56,650	56,650	56,650	56,650
Retained earnings	52,972	43,308	55,116	45,178
Capital reserve	556	556	556	556
Fair value reserve (Note 9)	7,550	-	7,550	-
Total equity	117,728	100,514	119,872	102,384

Notes:

- (1) Decrease in cash and cash equivalents of S\$3.12 million from S\$18.72 million as at 31 December 2015 to S\$15.6 million as at 30 September 2016 was due largely to net increase in investments of S\$9.25 million and operating expenses of S\$3.02 million, which was offset partially by the receipt of dividends of S\$9.48 million (which includes dividend of S\$3.5 million accrued in prior year) from subsidiaries.
- (2) Decrease in other receivables of S\$3.47 million from S\$4.54 million as at 31 December 2015 to S\$1.07 million as at 30 September 2016 was mainly due to the receipt of S\$3.5 million dividend from subsidiary which was accrued in prior year.
- (3) Derivatives of S\$0.07 million pertain to the fair value gain on forward currency contract to hedge against foreign currency exposure on foreign currency investments.
- (4) Increase in investments at fair value through profit or loss of S\$13.32 million from S\$59.86 million as at 31 December 2015 to S\$73.18 million as at 30 September 2016 was mainly attributed to net increase in new investments of S\$9.25 million, increase in fair value of unquoted investments of S\$3.65 million and quoted investments of S\$0.42 million.
- (5) Increase in available-for-sale investments of S\$7.55 million from S\$10.72 million as at 31 December 2015 to S\$18.27 million as at 30 September 2016 was due to fair value gain in Fortune Code due to the increase in share price of the underlying quoted shares.
- (6) Loan receivable increased by S\$1.88 million from S\$28.96 million as at 31 December 2015 to S\$30.84 million as at 30 September 2016 due to accrual of interest receivable for the period ended 30 September 2016.
- (7) Other payables of S\$17.23 million as at 30 September 2016 comprise mainly provision of S\$16.22 million for tax and expenses relating to the divestments of certain portfolio company.
- (8) Convertible bonds of S\$4.12 million represent the Bonds Series B and C issued to Cosmic Ventures Limited on 20 May 2014 which will mature in May 2017. The bonds were measured at amortised cost using the effective interest method and were reclassified from non-current liabilities to current liabilities as it is due within one year.
- (9) Fair value reserve of S\$7.55 million was attributed to fair value gain in Fortune Code (see Note 5 above).

Negative working capital and negative operating cash flow

As at 30 September 2016, the Group has a negative working capital of S\$4.61 million and a negative cash flow in operating activities of S\$3.12 million. This was mainly due to the utilisation of S\$9.25 million net cash for long-term investments and reclassification of convertible bonds of S\$4.12 million which will mature in May 2017 from non-current liabilities to current liabilities.

Despite the negative working capital and negative operating cash flow, the Group does not foresee any difficulty in meeting its short term obligations as and when they fall due. This is because a substantial part of the current liabilities is the provision of S\$16.22 million for tax and expenses relating to the divestment of a portfolio investment which is not expected to crystalize in the foreseeable future.

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

Amount payable in one year or less, or on demand

As at 30/09/2016	As at 30/09/2016	As at 31/12/2015	As at 31/12/2015
Secured (S\$'000)	Unsecured (S\$'000)	Secured (S\$'000)	Unsecured (S\$'000)
-	4,122 *	-	-

Amount payable after one year

As at 30/09/2016	As at 30/09/2016	As at 31/12/2015	As at 31/12/2015
Secured (S\$'000)	Unsecured (S\$'000)	Secured (S\$'000)	Unsecured (S\$'000)
-	-	-	4,032 *

* The unsecured debt of S\$4.12 million (31 December 2015: S\$4.03 million) relates to the Series B and Series C of the Basic Subscription Tranche of zero coupon Convertible Bonds.

Details of collateral

Not applicable.

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.

**Consolidated statement of cash flows
For the third quarter ended 30 September 2016**

	Group			
	3 mths to 30 Sep 2016 S\$'000	3 mths to 30 Sep 2015 S\$'000	9 mths to 30 Sep 2016 S\$'000	9 mths to 30 Sep 2015 S\$'000
Cash flows from operating activities				
Profit/(loss) for the financial period	3,208	(3,069)	9,664	(2,289)
Adjustments for:				
Interest income from deposits	(5)	(17)	(50)	(79)
Interest income from unquoted equity investments	(644)	737	(1,878)	(448)
Dividends/distributions from subsidiary	-	-	(5,985)	-
Depreciation on property, plant and equipment	9	12	31	32
Interest expense on financial liabilities measured at amortised cost	30	30	90	87
Net change in fair value of investments at fair value through profit or loss	(3,727)	(1,934)	(4,082)	(3,433)
Net change in fair value of derivative financial instruments	24	139	(106)	325
Unrealised exchange loss/(gain)	73	-	(200)	-
Impairment losses	-	5,248	-	5,248
	(1,032)	1,146	(2,516)	(557)
Changes in operating assets and liabilities				
Investments	11,815	(828)	(9,245)	(7,896)
Other receivables	(1)	(2,444)	(30)	(2,448)
Other payables	151	182	(860)	(637)
Cash from/(used in) operations	10,933	(1,944)	(12,651)	(11,538)
Dividends/distributions from subsidiary	-	-	9,484	-
Settlement of derivatives	-	-	-	(565)
Net interest received	5	19	52	80
Net cash from/(used in) operating activities	10,938	(1,925)	(3,115)	(12,023)
Cash flows from investing activities				
Purchase of property, plant and equipment	(8)	(1)	(12)	(1)
Net cash used in investing activities	(8)	(1)	(12)	(1)
Net decrease in cash and cash equivalents	10,930	(1,926)	(3,127)	(12,024)
Cash and cash equivalents at beginning of the period	4,665	21,785	18,722	31,774
Effect of exchange rate fluctuations on cash held	-	316	-	425
Cash and cash equivalents at 30 September	15,595	20,175	15,595	20,175

1(d)(i) A statement for the Group and the Company 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.

**Consolidated statements of changes in equity
For the third quarter ended 30 September 2016**

	For the 3 months ended 30 September					For the 9 months ended 30 September				
	Share capital S\$'000	Capital reserve S\$'000	Fair value reserve S\$'000	Retained earnings S\$'000	Total S\$'000	Share capital S\$'000	Capital reserve S\$'000	Fair value reserve S\$'000	Retained earnings S\$'000	Total S\$'000
Group										
2016										
At beginning of the financial period	56,650	556	220	49,764	107,190	56,650	556	-	43,308	100,514
Total comprehensive income for the financial period										
Profit for the financial period	-	-	-	3,208	3,208	-	-	-	9,664	9,664
<u>Other comprehensive income</u>										
Net change in fair value of available-for-sale investments	-	-	7,330	-	7,330	-	-	7,550	-	7,550
Tax on other comprehensive income	-	-	-	-	-	-	-	-	-	-
Total other comprehensive income, net of tax	-	-	7,330	-	7,330	-	-	7,550	-	7,550
Total comprehensive income for the financial period	-	-	7,330	3,208	10,538	-	-	7,550	9,664	17,214
Transactions with owners, recorded directly in equity										
<i>Distributions to owners of the Company</i>										
Dividends paid	-	-	-	-	-	-	-	-	-	-
At 30 September 2016	56,650	556	7,550	52,972	117,728	56,650	556	7,550	52,972	117,728

Group	For the 3 months ended 30 September					For the 9 months ended 30 September				
	Share capital S\$'000	Capital reserve S\$'000	Fair value reserve S\$'000	Retained earnings S\$'000	Total S\$'000	Share capital S\$'000	Capital reserve S\$'000	Fair value reserve S\$'000	Retained earnings S\$'000	Total S\$'000
2015										
At beginning of the financial period	56,650	556	4,404	34,574	96,184	56,650	556	8,120	33,794	99,120
Total comprehensive deficit for the financial period										
Loss for the financial period	-	-	-	(3,069)	(3,069)	-	-	-	(2,289)	(2,289)
<u>Other comprehensive deficit</u>										
Net change in fair value of available-for-sale investments	-	-	(4,404)	-	(4,404)	-	-	(8,120)	-	(8,120)
Tax on other comprehensive deficit	-	-	-	-	-	-	-	-	-	-
Total other comprehensive deficit, net of tax	-	-	(4,404)	-	(4,404)	-	-	(8,120)	-	(8,120)
Total comprehensive deficit for the financial period	-	-	(4,404)	(3,069)	(7,473)	-	-	(8,120)	(2,289)	(10,409)
Transactions with owners, recorded directly in equity										
<i>Distributions to owners of the Company</i>										
Dividends paid	-	-	-	-	-	-	-	-	-	-
Total transactions with owners of the Company	-	-	-	-	-	-	-	-	-	-
At 30 September 2015	56,650	556	-	31,505	88,711	56,650	556	-	31,505	88,711

Company	For the 3 months ended 30 September					For the 9 months ended 30 September				
	Share capital S\$'000	Capital reserve S\$'000	Fair value reserve S\$'000	Retained earnings S\$'000	Total S\$'000	Share capital S\$'000	Capital reserve S\$'000	Fair value reserve S\$'000	Retained earnings S\$'000	Total S\$'000
2016										
At beginning of the financial period	56,650	556	220	51,675	109,101	56,650	556	-	45,178	102,384
Total comprehensive income for the financial period										
Profit for the financial period	-	-	-	3,441	3,441	-	-	-	9,938	9,938
<u>Other comprehensive income</u>										
Net change in fair value of available-for-sale investments	-	-	7,330	-	7,330	-	-	7,550	-	7,550
Tax on other comprehensive income	-	-	-	-	-	-	-	-	-	-
Total other comprehensive income, net of tax	-	-	7,330	-	7,330	-	-	7,550	-	7,550
Total comprehensive income for the financial period	-	-	7,330	3,441	10,771	-	-	7,550	9,938	17,488
Transactions with owners, recorded directly in equity										
<i>Distributions to owners of the Company</i>										
Dividends paid	-	-	-	-	-	-	-	-	-	-
At 30 September 2016	56,650	556	7,550	55,116	119,872	56,650	556	7,550	55,116	119,872

Company	For the 3 months ended 30 September					For the 9 months ended 30 September				
	Share capital S\$'000	Capital reserve S\$'000	Fair value reserve S\$'000	Retained earnings S\$'000	Total S\$'000	Share capital S\$'000	Capital reserve S\$'000	Fair value reserve S\$'000	Retained earnings S\$'000	Total S\$'000
2015										
At beginning of the financial period	56,650	556	4,404	36,000	97,610	56,650	556	8,120	34,824	100,150
Total comprehensive deficit for the financial period										
Loss for the financial period	-	-	-	(2,876)	(2,876)	-	-	-	(1,700)	(1,700)
<u>Other comprehensive deficit</u>										
Net change in fair value of available-for-sale investments	-	-	(4,404)	-	(4,404)	-	-	(8,120)	-	(8,120)
Tax on other comprehensive deficit	-	-	-	-	-	-	-	-	-	-
Total other comprehensive deficit, net of tax	-	-	(4,404)	-	(4,404)	-	-	(8,120)	-	(8,120)
Total comprehensive deficit for the financial period	-	-	(4,404)	(2,876)	(7,280)	-	-	(8,120)	(1,700)	(9,820)
Transactions with owners, recorded directly in equity										
<i>Distributions to owners of the Company</i>										
Dividends paid	-	-	-	-	-	-	-	-	-	-
At 30 September 2015	56,650	556	-	33,124	90,330	56,650	556	-	33,124	90,330

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, 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.

(a) Changes in the Company’s share capital

There were no changes in the Company’s issued share capital since the end of the previous period reported on.

(b) Number of shares that may be issued on exercise of all the outstanding Bonus Warrants

On 19 May 2014 (“Bonus Warrants Issue Date”), a total of 702,942,318 Bonus Warrants were issued. Each Bonus Warrants entitles the holders to convert to one ordinary shares of the Company at two distinct exercise periods: (a) at S\$1.28 during the 6 month period commencing on the Bonus Warrants Issue Date (“First Exercise Period”); and (b) at S\$2.28 during the 12 month period commencing on the second anniversary of the Bonus Warrants Issue Date (“Second Exercise Period”). The First Exercise Period of the Bonus Warrants had expired on 19 November 2014. The Second Exercise Period started from 19 May 2016 and will end in 19 May 2017. Any Bonus Warrants remaining unexercised at the expiry of the Second Exercise Period shall lapse and cease to be valid for any purpose.

	Number of Bonus Warrants outstanding	
	Expiring 19 May 2017	Total
At 1 January 2016	697,430,839	697,430,839
Exercise of warrants	-	-
At 30 September 2016	697,430,839	697,430,839
At 1 January 2015	697,430,839	697,430,839
Exercise of warrants	-	-
At 30 September 2015	697,430,839	697,430,839

(c) Number of shares that may be issued on conversion of all the outstanding Convertible Bonds

On 20 May 2014, a Basic Subscription Tranche of zero coupon Convertible Bonds were issued to Cosmic Ventures Limited at a principal value of S\$6.3 million. Determined by the volume weighted average price for trades done on the Singapore Exchange Securities Trading Limited for a period of thirty days (“VWAP”), the conversion price per share for the Convertible Bonds comprising Bonds Series A, Bonds Series B and Bonds Series C will be at 15% discount to the VWAP, VWAP and 15% premium over the VWAP, respectively. The Convertible Bonds will mature in 36 months after the date of issue of the bonds. Bonds Series A of principal value of S\$2.1 million at the conversion price of S\$1.129 per share were converted into 1,860,053 ordinary shares on 18 July 2014.

	Number of Convertible Bonds outstanding		
	Series B	Series C	Total
At 1 January 2016	1,580,968	1,374,795	2,955,763
Conversion of bonds	-	-	-
At 30 September 2016	1,580,968	1,374,795	2,955,763
At 1 January 2015	1,580,968	1,374,795	2,955,763
Conversion of bonds	-	-	-
At 30 September 2015	1,580,968	1,374,795	2,955,763

1(d)(iii) To show the total number of issued shares excluding treasury shares as at end of the current financial period and as at the end of the immediately preceding year.

The Company did not have any treasury shares as at end of the current financial period reported on and as at the end of the immediately preceding financial year.

	30 Sep 2016	31 Dec 2015
Total number of issued shares	<u>241,685,638</u>	<u>241,685,638</u>

1(d)(iv) A statement showing all sales, transfer, disposal, cancellation and/or use of treasury shares as at 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 by our auditors.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).

Not applicable.

4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

The Group had consistently applied the accounting policies and methods of computation in the preparation of the financial statements for the current reporting period as compared with the audited financial statements for the year ended 31 December 2015.

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

Not applicable.

6. Earnings per ordinary share of the Group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

Earnings per ordinary share
For the third quarter ended 30 September 2016

	<u>Group</u>		<u>Group</u>	
	3 mths to	3 mths to	9 mths to	9 mths to
	30 Sep	30 Sep	30 Sep	30 Sep
	2016	2015	2016	2015
Earnings per ordinary share of the Group after deducting any provisions for preference dividends:				
(a) Based on the weighted average number of ordinary shares on issue; and	1.33 cts	(1.27) cts	4.0 cts	(0.95) cts
(b) On a fully diluted basis *	1.33 cts	(1.29) cts	4.0 cts	(0.95) cts

	Group		Group	
	3 mths to 30 Sep 2016	3 mths to 30 Sep 2015	9 mths to 30 Sep 2016	9 mths to 30 Sep 2015

Earnings per ordinary share has been computed on the following weighted average number of shares:

(a) Basic	241,685,638	241,685,638	241,685,638	241,685,638
(b) Diluted *	241,685,638	237,700,992	241,685,638	239,835,628

* Diluted earnings per share for current financial period is the same as basic earnings per share. Outstanding warrants and convertible bonds have not been included in the calculation of diluted earnings per share because they were anti-dilutive, as the exercise price of the warrants and the stipulated automatic conversion price of the convertible bonds are higher than the average market price as at reporting date.

7. Net asset value for the Group and the Company per ordinary share based on 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	
	30 Sep 2016 S\$	31 Dec 2015 S\$	30 Sep 2016 S\$	31 Dec 2015 S\$
Net asset value per ordinary share based on issued share capital	0.49	0.42	0.50	0.42

Net asset value per ordinary share has been computed based on the number of shares in issue as at 30 September 2016 of 241,685,638 (31 December 2015: 241,685,638).

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.**

The Group's income is primarily derived from the realisation and/or revaluation of its investments.

3Q 2016

For the three months ended 30 September 2016, the Group reported total comprehensive income of S\$10.54 million mainly due to:

- (i) Fair value gain on available-for-sale investments of S\$7.33 million mainly attributed to the increase in fair value of Fortune Code due to the increase in share price of the underlying quoted shares.
 (ii) Fair value gains in investments at fair value through profit or loss of S\$3.73 million mainly from unquoted equity investments.
 (iii) Interest income of S\$0.64 million arising from the loan granted to a portfolio company.

The gains were offset partially by:

- (iv) Operating expenses of S\$1.17 million.

Net Asset Value (“NAV”)

The Group’s NAV as at 30 September 2016 was S\$117.73 million (representing a NAV of S\$0.49 per share), an increase of S\$17.22 million from the NAV of S\$100.51 million (S\$0.42 per share) as at 31 December 2015.

The increase in the Group’s NAV of S\$17.22 million was mainly due to cumulative fair value gain in Fortune Code of S\$7.55 million, fair value gain in investments at fair value through profit or loss of S\$4.08 million and dividend from subsidiary of S\$5.99 million.

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

No forecast or prospect statement has been previously made.

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 global economic outlook remains subdued due to sluggish growth in advanced economies, low commodity prices, weak global trade and diminishing capital flows.

As a result of the tighter financing market and a reduction in investments made in the technology sector, the value of private equity transactions completed in Southeast Asia in the first half of 2016 declined 17% y-o-y to US\$15.6 billion, which is broadly in line with the 14% y-o-y decline in the total value of global investments.

Notwithstanding volatility in the macro environment and a slowdown in private equity activity, the Group remains very active and is well-poised to benefit from the market volatility to identify attractive investment opportunities in Asia. With the receipt of the Capital Markets Services Licence in July this year, the Group’s wholly-owned subsidiary, TIH Investment Management Pte. Ltd. (“TIH IM”) continues to source for third-party assets to manage or deploy in return for fees income. The above developments are in line with the Group’s strategy to build long-term value and enhance capital return on equity.

To ensure the Group’s long-term sustainability, TIH’s management will actively seek opportunities from the increasingly volatile capital markets and corporates looking to deleverage, which will allow the Group to acquire investment portfolios at attractive valuations.

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.

No dividend has been declared for the third quarter ended 30 September 2016.

13. Interested person transactions.

The Group does not have a shareholders' mandate for interested person transactions. The following transactions took place between the Group and interested persons during the third quarter ended 30 September 2016:

Name of interested person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920 in the listing manual of SGX-ST)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 in the listing manual of SGX-ST (excluding transactions less than S\$100,000)
Argyle Street Management Limited group ("ASML group"), a deemed controlling shareholder of the Company	(1) Strategic Support Services fee of S\$174,000.* (2) In 3Q2016, the Group and ASML group separately entered into a series of agreements to participate in various investments. The Group's portion of total investments amounting to S\$13,291,000 is in proportion to its equity holdings in the investments.	– –

* On 30 January 2015, the Company entered into a Strategic Support Services Agreement with ASM Administration Limited ("ASMAL") for a fixed fee of US\$500,000 per annum (US\$125,000 per quarter). Under the agreement, ASMAL will provide strategic support services including, amongst others, deal sourcing to the Company. The agreement was effective 1 July 2014. It is on an annual basis and subject to annual review and automatic renewal for successive consecutive one year periods unless terminated by either party in accordance with the agreement. On 24 May 2016, the Company has renewed the agreement for a fixed fee of US\$515,000 per annum (US\$129,000 per quarter) effective 1 July 2016.

14. 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.

No new proceeds have been raised in the third quarter ended 30 September 2016.

15. Confirmation pursuant to Rule 705(5) in the Listing Manual of SGX-ST.

The Board has confirmed that to the best of its knowledge, nothing has come to its attention, which may render the unaudited financial results of the Group for the third quarter ended 30 September 2016 to be false or misleading in any material aspect.

16. Confirmation pursuant to Rule 720(1) of the Listing Manual.

The Board of Directors hereby confirms that it has procured the undertakings from all its directors and executive officers as required in the format as set out in Appendix 7.7 under Rule 720(1) of the Listing Manual.

BY ORDER OF THE BOARD
For and on behalf of TIH Limited

Allen Wang
CEO
TIH Investment Management Pte. Ltd.
3 November 2016