
Unaudited Full Year Financial Statement and Dividend Announcement for the Financial Year ended 31 March 2016

This announcement has been prepared by New Wave Holdings Ltd. (the “Company”) and its contents have been reviewed by the Company’s sponsor, PrimePartners Corporate Finance Pte. Ltd. (the “Sponsor”), for compliance with the Singapore Exchange Securities Trading Limited (the “SGX-ST”) Listing Manual Section B: Rules of Catalyst. The Sponsor has not verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement, including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement.

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PART 1 - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS

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

	Group Year ended 31 March		Increase/ (Decrease) %
	2016 (Unaudited) S\$'000	2015 (Audited) S\$'000	
Revenue	20,873	24,495	(14.8)
Cost of sales	(17,257)	(19,856)	(13.1)
Gross profit	3,616	4,639	(22.1)
Other income	227	522	(56.5)
Distribution costs	(460)	(686)	(32.9)
Administrative expenses	(3,919)	(4,199)	(6.7)
Other expenses	(576)	(639)	(9.9)
Finance costs	(160)	(158)	1.3
Loss before income tax	(1,272)	(521)	144.1
Income tax expense	(58)	(200)	(71.0)
Loss for the financial year attributable to owners of the parent	(1,330)	(721)	84.5
Other comprehensive income for the financial year: <i>Items that may subsequently be reclassified to profit or loss:</i>			
Foreign currency translation	(867)	(128)	577.3
Total comprehensive income for the financial year, attributable to owners of the parent	(2,197)	(849)	158.8

1(a)(ii) Notes to consolidated statement of comprehensive income

The loss before income tax is arrived at	Group Year ended 31 March		Increase/ (Decrease) %
	2016 (Unaudited) S\$'000	2015 (Audited) S\$'000	
After charging:			
Depreciation of property, plant and equipment	276	299	(7.7)
Allowance for impairment of trade receivables	17	44	(61.4)
Bad trade receivables written off	2	-	NM
Write-down of inventories	41	145	(71.7)
Amortisation of intangible asset	152	152	-
Interest expense	160	158	1.3
Foreign exchange loss, net	88	-	NM
and crediting:			
Interest income	13	13	-
Write back of allowance for impairment of trade receivables	2	-	NM
Rental income	55	63	(12.7)
Foreign exchange gain, net	-	318	NM
Gain on disposal of plant and equipment	42	1	4100.0

NM = Not Meaningful

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

	Group		Company	
	As at 31/03/2016 (Unaudited) S\$'000	As at 31/03/2015 (Audited) S\$'000	As at 31/03/2016 (Unaudited) S\$'000	As at 31/03/2015 (Audited) S\$'000
Non-current assets				
Property, plant and equipment	2,692	2,909	1	2
Investment properties	2,815	2,815	-	-
Intangible assets	1,119	1,270	-	-
Investments in subsidiaries	-	-	19,838	19,838
Deferred tax asset	72	72	-	-
	<u>6,698</u>	<u>7,066</u>	<u>19,839</u>	<u>19,840</u>
Current assets				
Inventories	10,364	12,815	-	-
Trade and other receivables	5,091	6,629	6,668	6,598
Prepayments	201	157	11	11
Income tax recoverable	87	7	-	-
Cash and cash equivalents	3,181	4,031	1,807	1,399
	<u>18,924</u>	<u>23,639</u>	<u>8,486</u>	<u>8,008</u>
Less:-				
Current liabilities				
Trade and other payables	2,051	3,253	3,031	2,955
Interest-bearing liabilities	2,607	5,459	-	-
Current income tax payable	-	20	-	-
	<u>4,658</u>	<u>8,732</u>	<u>3,031</u>	<u>2,955</u>
Net current assets	<u>14,266</u>	<u>14,907</u>	<u>5,455</u>	<u>5,053</u>
Non-current liabilities				
Interest-bearing liabilities	1,081	1,198	-	-
Deferred tax liabilities	114	145	-	-
	<u>1,195</u>	<u>1,343</u>	<u>-</u>	<u>-</u>
Net assets	<u>19,769</u>	<u>20,630</u>	<u>25,294</u>	<u>24,893</u>
Capital and reserves				
Share capital	26,088	24,752	26,088	24,752
Asset revaluation reserve	315	315	-	-
Share-based payment reserve	31	31	31	31
Foreign currency translation reserve	(1,148)	(281)	-	-
Accumulated losses	(5,517)	(4,187)	(825)	110
Equity attributable to owners of the parent	<u>19,769</u>	<u>20,630</u>	<u>25,294</u>	<u>24,893</u>

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

Amount repayable in one year or less, or on demand

As at 31/03/2016		As at 31/03/2015	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
70	2,537	62	5,397

Amount repayable after one year

As at 31/03/2016		As at 31/03/2015	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
1,081	-	1,198	-

Details of any collateral

Amounts due to finance lease creditors (included in interest-bearing liabilities) of S\$0.05 million (31 March 2015: S\$0.04 million) are secured by plant and equipment acquired under finance lease contracts.

Term loan (included in interest-bearing liabilities) of S\$1.10 million (31 March 2015: S\$1.22 million) which was to finance the purchase of the Malaysian factory, is secured by a legal charge against the property as well as a corporate guarantee provided by the Company.

Trust receipts of the subsidiaries (included in interest-bearing liabilities) of S\$2.54 million (31 March 2015: S\$5.40 million) are secured by corporate guarantees provided by the Company.

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

	Year ended	
	31/03/2016 (Unaudited) S\$'000	31/03/2015 (Audited) S\$'000
Cash flows from operating activities		
Loss before income tax	(1,272)	(521)
Adjustments for:-		
Allowance for impairment of trade receivables	17	44
Amortisation of intangible asset	152	152
Bad trade receivables written off	1	-
Depreciation of property, plant and equipment	276	299
Gain on disposal of plant and equipment	(42)	(1)
Interest expense	160	158
Interest income	(13)	(13)
Write down of inventories	41	145
Write back of allowance for impairment of trade receivables no longer required	(2)	-
Operating cash flows before working capital changes	<u>(682)</u>	<u>263</u>
Working capital changes:-		
Inventories	1,852	(1,747)
Trade and other receivables	1,271	(750)
Trade and other payables	(1,123)	(59)
Prepayments	<u>(50)</u>	<u>(4)</u>
Cash from/(used in) operations	1,268	(2,297)
Interest received	13	13
Interest paid	(160)	(158)
Income taxes paid, net	<u>(187)</u>	<u>(227)</u>
Net cash from/(used in) operating activities	<u>934</u>	<u>(2,669)</u>
Cash flows from investing activities		
Proceeds from disposal of plant and equipment	47	4
Purchase of property, plant and equipment (Note B)	<u>(152)</u>	<u>(44)</u>
Net cash used in investing activities	<u>(105)</u>	<u>(40)</u>
Cash flows from financing activities		
Proceeds from issue of shares, net of share issue expenses	1,336	-
Proceeds from trust receipts	10,824	13,771
Repayments of trust receipts	(13,657)	(11,290)
Repayments of term loan	(33)	(92)
Repayments of finance lease obligations	<u>(41)</u>	<u>(23)</u>
Net cash (used in)/from financing activities	<u>(1,571)</u>	<u>2,366</u>
Net change in cash and cash equivalents	(742)	(343)
Cash and cash equivalents at the beginning of the financial year	4,031	4,448
Effect of currency translation on cash and cash equivalents	<u>(108)</u>	<u>(74)</u>
Cash and cash equivalents at the end of the financial year (Note A)	<u>3,181</u>	<u>4,031</u>

Note A:

Cash and cash equivalents comprise fixed deposit and cash and bank balances:

	As at 31/03/2016	As at 31/03/2015
	S\$'000	S\$'000
Fixed deposits with banks	2,112	1,704
Cash and bank balances	<u>1,069</u>	<u>2,327</u>
	<u><u>3,181</u></u>	<u><u>4,031</u></u>

Note B:

Additions to property, plant and equipment comprised the following:

	As at 31/03/2016	As at 31/03/2015
	S\$'000	S\$'000
Additions to property, plant and equipment	206	74
Acquired under finance lease agreements	<u>(54)</u>	<u>(30)</u>
	<u><u>152</u></u>	<u><u>44</u></u>

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

The Group	Equity attributable to owners of the parent					
	Share capital S\$'000	Asset revaluation reserve S\$'000	Share-based payment reserve S\$'000	Foreign currency translation reserve S\$'000	Accumulated losses S\$'000	Total S\$'000
Balance at 1 April 2015	24,752	315	31	(281)	(4,187)	20,630
Contributions by owners of the parent						
Issue of shares, net of issue expenses	1,336	-	-	-	-	1,336
Loss for the financial year	-	-	-	-	(1,330)	(1,330)
Other comprehensive income for the financial year						
Exchange differences on translating foreign operations	-	-	-	(867)	-	(867)
Total comprehensive income for the financial year	-	-	-	(867)	(1,330)	(2,197)
Balance at 31 March 2016	26,088	315	31	(1,148)	(5,517)	19,769
Balance at 1 April 2014	24,752	315	31	(153)	(3,466)	21,479
Loss for the financial year	-	-	-	-	(721)	(721)
Other comprehensive income for the financial year						
Exchange differences on translating foreign operations	-	-	-	(128)	-	(128)
Total comprehensive income for the financial year	-	-	-	(128)	(721)	(849)
Balance at 31 March 2015	24,752	315	31	(281)	(4,187)	20,630

The Company	Share capital S\$'000	Share-based payment reserve S\$'000	Accumulated profit/(losses) S\$'000	Total S\$'000
Balance at 1 April 2015	24,752	31	110	24,893
Contributions by owners of the parent:				
Issue of shares, net of share issue expenses	1,336	-	-	1,336
Loss for the financial year, representing total comprehensive income for the financial year	-	-	(935)	(935)
Balance at 31 March 2016	26,088	31	(825)	25,294
Balance at 1 April 2014	24,752	31	(3,951)	20,832
Profit for the financial year, representing total comprehensive income for the financial year	-	-	4,061	4,061
Balance at 31 March 2015	24,752	31	110	24,893

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 issued shares (excluding treasury shares) 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.

	Number of ordinary shares	Issued and paid-up share capital S\$
As at 30 September 2015	1,457,469,695	24,752,128
Shares issued pursuant to private placement	150,000,000	1,336,185
As at 31 March 2016	1,607,469,695	26,088,313

On 21 December 2015, 150 million shares were issued by way of a private placement and net proceeds received after deducting share issue expenses was S\$1,336,185.

There were no outstanding convertible securities or treasury shares as at 31 March 2016 and 31 March 2015.

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.

The total number of issued shares as at 31 March 2016 and 31 March 2015 was 1,607,469,695 and 1,457,469,695 respectively.

The Company did not have treasury shares as at 31 March 2016 and 31 March 2015.

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

Not applicable as the Company did not have any treasury shares during and as at the end of the current financial period reported on.

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 Company's 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 financial statements have been applied.

Save as disclosed in paragraph 5 below, the accounting policies and methods of computation applied by the Group are consistent with those used in its most recently audited financial statements for the financial year ended 31 March 2015 ("FY2015").

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 April 2015, the Group adopted the new or revised Singapore Financial Reporting Standards ("FRSs") and Interpretations to FRS ("INT FRS") that are relevant to its operations and were effective in the financial year ended 31 March 2016 ("FY2016"). The adoption of these new or revised FRS and INT FRS where relevant has no material impact on the Group's accounting policies or the financial statements for the current financial year reported on.

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

	Group	
	31/03/2016	31/03/2015
Loss attributable to equity holders of the parent (SGD'000)	(1,330)	(721)
Loss per ordinary share:-		
(a) Based on the weighted average number of ordinary shares in issue (SGD cents)	(0.09)	(0.05)
(b) On a fully diluted basis (SGD cents)	(0.09)	(0.05)

Loss per ordinary share for FY2016 and FY2015 in Item 6(a) are computed based on the net loss attributable to the owners of the parent divided by the weighted average number of ordinary shares in issue of 1,499,387,503 and 1,457,469,695 shares respectively for FY2016 and FY2015.

Loss per ordinary share on a fully diluted basis for FY2016 and FY2015 in Item 6(b) is the same as the basic loss per share because the Group did not have any potentially dilutive securities during and as at the end of FY2016 and FY2015.

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	
	31/03/2016	31/03/2015	31/03/2016	31/03/2015
Net asset value per ordinary share based on issued share capital (SGD cents)	1.23	1.42	1.57	1.71

Net asset value per ordinary share of the Group and the Company are computed based on the net assets of the Group and the Company respectively, divided by the number of issued ordinary shares of 1,607,469,695 and 1,457,469,695 shares as at 31 March 2016 and 31 March 2015 respectively.

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group’s business. The review must discuss any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors. It must also discuss any material factors that affected the cash flow, working capital, asset or liabilities of the group during the current financial period reported on.

Review of the Financial Performance of the Group (FY2016 vs. FY2015)

Turnover

Group revenue for FY2016 decreased by 14.8% to S\$20.87 million, when compared against revenue of S\$24.50 million recorded in FY2015.

The Group’s performance was adversely affected by the sluggish global economic condition. The components distribution division suffered a decrease in revenue of 7.8%, from S\$3.64 million recorded in FY2015 to S\$3.36 million in FY2016. The aluminium products distribution division also registered a decrease in revenue of 16.0% from S\$20.85 million recorded in FY2015 to S\$17.52 million in FY2016.

The geographical segment report showed that sales in both the Singapore and Malaysia segments fell in FY2016 as compared to sales in FY2015, by 18.9% and 24.8% respectively. The Malaysian segment’s steeper decline was due to the weak exchange rate of the Malaysian ringgit against the Singapore dollar. The People’s Republic of China (“**PRC**”) segment recorded increase in sales of 16.8% in spite of the slowdown in economic growth in the PRC as investments made to improve the products portfolio and expand customer base yield results.

Loss Before Income Tax

The Group’s gross profit decreased by 22.1%, from S\$4.64 million in FY2015 to S\$3.62 million in FY2016. Gross profit margin decreased from 18.9% in FY2015 to 17.3% in FY2016.

The uncertain market condition and weakening demand gave rise to keener price competition, which exerted downward pressure on the Group's margin.

Other income decreased by 56.5%, from S\$0.52 million in FY2015 to S\$0.23 million in FY2016. This was mainly due to the absence of exchange gain of S\$0.32 million recorded in FY2015, whereas FY2016 suffered an exchange loss of S\$0.09 million. Other income in FY2016 also included a gain on disposal of plant and equipment of S\$0.04 million made up of S\$0.03 million from the sale of two replaced forklifts, and S\$0.01 million from the sale of a motor vehicle.

Expenses decreased generally across the board in line with revenue decreases. Administrative expenses decreased by 6.7% from S\$4.20 million in FY2015 to S\$3.92 million in FY2016 largely due to more efficient utilization of resources. In particular, employment costs decreased by about 6.2% as staff strength was reduced. Distribution costs which included promotional expenses, sales commission and freight outwards expenses, also decreased 32.9% from S\$0.69 million in FY2015 to S\$0.46 million in FY2016 in tandem with lower sales.

Other expenses decreased 9.9% from S\$0.64 million in FY2015 to S\$0.58 million in FY2016 in spite of an exchange loss recorded in FY2016, while FY2015 had exchange gain. Allowance for impairment of trade receivables and write down of inventories were lesser in FY2016 at S\$0.02 million and S\$0.04 million respectively, compared to S\$0.04 million and S\$0.15 million respectively in FY2015. Depreciation charges decreased by 7.7% as some older assets were fully depreciated during the year, while several new assets were purchased only towards the financial year end.

Finance costs, which comprised finance lease interests and bank interests on trust receipts and a term loan, increased marginally by 1.3% mainly because of higher interest rates charged for trust receipts.

As a result of the above, the Group recorded a loss before income tax of S\$1.27 million in FY2016, as compared to a loss before income tax of S\$0.52 million in FY2015.

Assets and Liabilities

Additions to plant and equipment totalled S\$0.21 million, of which S\$0.05 million was raised through finance leases. Additions were mostly for the aluminium products distribution business and included forklifts for the Singapore operations, network and file servers for the Malaysian subsidiaries and various band saws and other machines for Singapore and the PRC.

The additions to property, plant and equipment were offset by a depreciation charge of S\$0.28 million incurred for FY2016. The net book value of assets disposed totalled S\$0.01 million and translation exchange losses accounted for a reduction in value of S\$0.14 million, so that the balance as at 31 March 2016 was S\$2.69 million, as compared with S\$2.91 million as at 31 March 2015.

Based on the valuation reports done by an independent professional valuer, there was no change in the fair value of the investment properties which totalled S\$2.82 million as at 31 March 2016 and 31 March 2015.

Intangible assets decreased as a result of an amortisation charge of S\$0.15 million to S\$1.12 million as at 31 March 2016.

Inventories for both the components distribution division and the aluminium products distribution division decreased in line with decreased revenues. Total inventories decreased from S\$12.82 million as at 31 March 2015 to S\$10.36 million as at 31 March 2016.

Trade and other receivables decreased from S\$6.63 million as at 31 March 2015 to S\$5.09 million as at 31 March 2016. The decrease in trade receivables is in line with the decrease in sales. Other receivables which comprised largely the recoverable value-added tax paid by the PRC subsidiary on imports also decreased in spite of increased sales in the PRC, as stock levels were closely monitored and new purchases were kept at minimum optimum levels.

Prepayments increased from S\$0.16 million as at 31 March 2015 to S\$0.20 million as at 31 March 2016. Included in prepayments as at 31 March 2016 was an amount of S\$0.08 million for down-payment made for a new motor vehicle, the purchase and delivery of which was completed just after the end of the financial year.

Trade and other payables decreased from S\$3.25 million as at 31 March 2015 to S\$2.05 million as at 31 March 2016 mainly as a result of decreased purchases in view of the decrease in production.

Current interest-bearing liabilities, which comprised mainly bank trust receipts, decreased from S\$5.46 million as at the end of FY2015 to S\$2.61 million as at the end of FY2016. Trust receipts outstanding at beginning of the year were paid as they fall due, and as lesser purchases were made during the financial year, the usage of trust receipts was correspondingly reduced.

Non-current interest-bearing liabilities, which comprised finance leases and a term loan, decreased from S\$1.20 million as at 31 March 2015 to S\$1.08 million as at 31 March 2016. The decrease was due to payment of the instalments of the term loan as well as translation exchange difference as the term loan is denominated in Malaysian ringgit.

The Group had a positive working capital of S\$14.27 million as at the end of FY2016.

Cash Flow and Working Capital

Cash and cash equivalents decreased from S\$4.03 million as at the end of FY2015 to S\$3.18 million as at the end of FY2016.

Net cash generated from operating activities amounted to S\$0.93 million for FY2016 and was mainly due to working capital changes from the decrease in inventories and trade and other receivables of S\$1.85 million and S\$1.27 million respectively, offset by decrease in trade and other payables of S\$1.12 million. Inventories and trade and other receivables decreased in line with decrease in revenues, while trade and other payables decreased as lesser purchases were made.

Net cash used in investing activities of S\$0.10 million was mainly incurred for the acquisition of plant and equipment with cash outlay of S\$0.15 million, offset by proceeds of S\$0.05 million from disposal of the retired assets.

Net cash used in financing activities amounted to S\$1.57 million in FY2016. Net payments made to settle trust receipts amounted to S\$2.83 million. However, this cash outflow was partially offset by proceeds from issue of shares by way of private placement of S\$1.34 million.

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 no forecast or prospect statement has been disclosed previously 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 Group expects the uncertain global economic condition to continue to impact its financial performance for the next 12 months. Weak demand from customers for the Group's products may affect margins for the Group.

The Group will step up efforts to manage vulnerabilities and rebuild resilience in the face of such challenges. The Group will attempt to reduce its expenditure while increasing efficiency, source for products with cost competitive advantage and leverage on our long relationship with our customers, so as to maintain our market position and stay competitive.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current period?

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 FY2016.

PART II – ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

13. Segmented revenue and results for operating segments (of the group) in the form presented in the issuer’s most recently audited annual financial statements, with comparative information for the immediately preceding year.

Business segments

2016	Components Distribution	Aluminium Products Distribution	Unallocated	Consolidated
	S\$'000	S\$'000	S\$'000	S\$'000
Revenue				
External revenue	3,358	17,515	-	20,873
Results				
Segment results	(113)	354	(938)	(697)
Interest income	-	9	4	13
Finance costs	-	(160)	-	(160)
Amortisation of intangible assets	-	(152)	-	(152)
Depreciation expense	(62)	(213)	(1)	(276)
Loss before income tax	(175)	(162)	(935)	(1,272)
Income tax expense	-	(58)	-	(58)
Loss after income tax	(175)	(220)	(935)	(1,330)
Capital expenditure				
- Property, plant and equipment	-	206	-	206
Assets and Liabilities				
Segment assets	5,026	18,617	1,820	25,463
Current income tax recoverable and deferred tax asset	72	87	-	159
Total assets	5,098	18,704	1,820	25,622
Segment liabilities	700	4,776	263	5,739
Deferred tax liabilities	-	114	-	114
Total liabilities	700	4,890	263	5,853

Business segments

2015

	Components Distribution	Aluminium Products Distribution	Unallocated	Consolidated
	S\$'000	S\$'000	S\$'000	S\$'000
Revenue				
External revenue	3,641	20,854	-	24,495
Results				
Segment results	(172)	1,186	(939)	75
Interest income	-	10	3	13
Finance costs	-	(158)	-	(158)
Amortisation of intangible assets	-	(152)	-	(152)
Depreciation expense	(72)	(225)	(2)	(299)
Profit/(Loss) before income tax	(244)	661	(938)	(521)
Income tax expense	-	(200)	-	(200)
Profit/(Loss) after income tax	(244)	461	(938)	(721)
Capital expenditure				
- Property, plant and equipment	3	71	-	74
Assets and Liabilities				
Segment assets	5,740	23,474	1,412	30,626
Current income tax recoverable and deferred tax asset	72	7	-	79
Total assets	5,812	23,481	1,412	30,705
Segment liabilities	605	9,095	210	9,910
Current income tax payable and deferred tax liabilities	-	165	-	165
Total liabilities	605	9,260	210	10,075

Geographical segments

	Singapore S\$'000	Malaysia S\$'000	PRC S\$'000	Others S\$'000	Consolidated S\$'000
2016					
Total revenue from external customers	6,613	7,731	6,377	152	20,873
Non-current assets	4,820	1,598	208	-	6,626
2015					
Total revenue from external customers	8,151	10,282	5,459	603	24,495
Non-current assets	4,982	1,777	235	-	6,994

14. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the operating segments.

See Paragraph 8 above.

15. A breakdown of sales as follows:

	Group S\$'000		%
	Latest Financial Year	Previous Financial Year	Increase/ (Decrease)
(a) Sales reported for first half year	11,151	12,332	(9.6)
(b) Operating loss after income tax reported for first half year	(737)	(238)	209.66
(c) Sales reported for second half year	9,722	12,163	(20.1)
(d) Operating loss after income tax reported for second half year	(593)	(483)	22.8

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

Not applicable. No dividend has been declared or recommended for FY2016 and FY2015.

17. If the Group has obtained a general mandate from shareholders for interested person transactions ("IPT"), 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 for interested person transactions. There was no interested person transaction with value more than S\$100,000 during FY2016.

18. Update on Use of Placement Proceeds

On 21 December 2015, the Company issued 150 million shares by way of a private placement and the net proceeds after deducting share issue expenses amounted to approximately S\$1.34 million (“**Net Proceeds**”). The Company has not as yet utilized the Net Proceeds which are intended to be used for (i) business development and provide liquidity for business expansion through acquisitions, joint ventures and collaborations; and (ii) general working capital purposes. The Net Proceeds has been placed as term deposits with a bank.

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

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was first held	Details of changes in duties and position held, if any, during the year
Tan Yeat Cheong (“ Mr Tan ”)	32	Mr Tan is the son of Mdm Choo Tung Kheng, Non-Executive Director and substantial shareholder of the Company.	Business Development Manager. Mr Tan was appointed on 18 January 2012, and is responsible for the development of aluminium products distribution business in Malaysia and China.	Not applicable.

20. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the form set out in Appendix 7H) under Rule 720(1)

The Company confirms that it has procured undertakings from all its directors and executive officers (in the form set out in Appendix 7H) under Rule 720(1).

BY ORDER OF THE BOARD

Ong Kian Soon
Chief Executive Officer
30 May 2016