



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

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

	Note	Group		
		Quarter Ended		+ / (-) %
		30/6/2014 S\$'000	Restated 30/6/2013 S\$'000	
<b>Revenue</b>	1(a)(1)	66,015	78,960	(16.4)
Other operating income	1(a)(2)	727	772	(5.8)
		<u>66,742</u>	<u>79,732</u>	(16.3)
Changes in inventories of finished goods	1(a)(1)	(2,318)	6,766	nm
Purchase of goods	1(a)(1)	(51,594)	(69,053)	(25.3)
Staff costs		(7,292)	(5,804)	25.6
Depreciation		(1,606)	(1,518)	5.8
Other operating expenses	1(a)(3)	(11,305)	(9,200)	22.9
<b>(Loss)/profit from operations</b>		<u>(7,373)</u>	<u>923</u>	nm
Finance income	1(a)(4)	199	281	(29.2)
Finance expense <sup>(#)</sup>	1(a)(5)	(6,073)	(4,811)	26.2
<b>Net finance expense</b>		<u>(5,874)</u>	<u>(4,530)</u>	29.7
<b>Loss before income tax</b>		(13,247)	(3,607)	267.3
Income tax expense		30	(74)	nm
<b>Loss for the period <sup>(#)</sup></b>		<u>(13,217)</u>	<u>(3,681)</u>	259.1
<b>Attributable to:</b>				
Owners of the Company		(12,769)	(3,644)	250.4
Non-controlling interests		(448)	(37)	1,110.8
<b>Loss for the period</b>		<u>(13,217)</u>	<u>(3,681)</u>	259.1
<i>For information:</i>				
(1) (Loss)/profit from operations		(7,373)	923	
Add: Unrealised exchange loss		2,310	1,212	
(Loss)/profit from operations excluding unrealised exchange loss		<u>(5,063)</u>	<u>2,135</u>	
(2) Loss for the period		(13,217)	(3,681)	
Add: Accretion of interest of Scheme Liabilities		4,813	3,675	
(Loss)/profit for the period excluding accretion of interest of Scheme Liabilities		(8,404)	(6)	
Add: Unrealised exchange loss		2,310	1,212	
(Loss)/profit for the period excluding unrealised exchange loss		<u>(6,094)</u>	<u>1,206</u>	

nm - denotes 'not meaningful'

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

	Group		
	Quarter Ended		+ / (-) %
	30/6/2014 S\$'000	Restated 30/6/2013 S\$'000	
<b>Loss for the period <sup>(#)</sup></b>	(13,217)	(3,681)	259.1
<b>Other comprehensive income</b>			
Items that are or may be reclassified subsequently to profit			
Translation differences relating to financial	(492)	(1,218)	(59.6)
Other comprehensive income for the period,	(492)	(1,218)	(59.6)
<b>Total comprehensive income for the period, net of tax <sup>(#)</sup></b>	<u>(13,709)</u>	<u>(4,899)</u>	179.8
<b>Total comprehensive income attributable to:</b>			
Owners of the Company	(13,274)	(4,577)	190.0
Non-controlling interests	(435)	(322)	35.1
<b>Total comprehensive income for the period</b>	<u>(13,709)</u>	<u>(4,899)</u>	179.8

nm - denotes 'not meaningful'



# The Company changed its accounting policy with respect to the recognition, measurement and presentation of the Group's and Company's liabilities under the Scheme in FY2014. As a result, finance expense increased by S\$3,758,000 from S\$1,053,000. The following table summarise the impacts resulting from the changes.

	<b>Group</b>		
	<b>30/6/2013</b>		
	<b>As previously reported</b>	<b>As restated</b>	<b>+ / (-)</b>
	S\$'000	S\$'000	%
Finance expense	(1,053)	(4,811)	(78.1)
Profit/(loss) for the period	77	(3,681)	nm
Total comprehensive income for the period	(1,141)	(4,899)	(76.7)

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

**Notes to the Income Statement**

**Note 1(a)(1)**

	<b>Group</b>	
	<b>Quarter Ended</b>	
	<b>30/6/2014</b>	<b>30/6/2013</b>
	S\$'000	S\$'000
Gross profit:		
Revenue	66,015	78,960
Changes in inventories of finished goods	(2,318)	6,766
Purchase of goods	(51,594)	(69,053)
Gross profit	12,103	16,673
Gross profit margin	18.3%	21.1%

**Note 1(a)(2)**

	<b>Group</b>	
	<b>Quarter Ended</b>	
	<b>30/6/2014</b>	<b>30/6/2013</b>
	S\$'000	S\$'000
Other operating income include:		
Rental income	-	2
Miscellaneous income	727	770
	727	772

**Note 1(a)(3)**

	<b>Group</b>	
	<b>Quarter Ended</b>	
	<b>30/6/2014</b>	<b>30/6/2013</b>
	S\$'000	S\$'000
Other operating expenses include:		
Net realised and unrealised exchange losses	1,935	1,027
Allowance for doubtful receivables provided/(written back)	32	(8)
Allowance for inventory obsolescence written back	(823)	(353)
Amortisation of trademark	14	14
(Gain)/Loss on disposal of property, plant and equipment	(39)	4
VAT expenses	1,416	-

Increase in exchange loss is mainly due to the depreciation of the local currency (where the Group's subsidiary operates) relative to USD and its effect on the revaluation of subsidiary's USD loans.

**Note 1(a)(4)**

	<b>Group</b>	
	<b>Quarter Ended</b>	
	<b>30/6/2014</b>	<b>30/6/2013</b>
	S\$'000	S\$'000
Finance income include interest income from:		
Bank deposits	146	73
Others	53	208
	199	281



Note 1(a)(5)

	Group	
	Quarter Ended	
	30/6/2014	Restated 30/6/2013
	S\$'000	S\$'000
Finance expense		
Interest expense paid/payable on:		
Bank term loans, bills payable & trust receipts	1,242	1,036
Finance lease liabilities	17	17
Others	1	-
	1,260	1,053
Accretion of interest expense:		
- Sustainable debt	1,781	1,372
- RCBs - loan component	3,032	2,303
	4,813	3,675
Others:		
- Net change in fair value of derivative financial liabilities	-	83
	6,073	4,811

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.

	Note	Group		Company	
		30/6/2014	31/3/2014	30/6/2014	31/3/2014
		S\$'000	S\$'000	S\$'000	S\$'000
<b>Non-current assets</b>					
Property, plant and equipment	1(b)(1)	369,979	340,876	319	337
Investment properties		9,513	9,538	-	-
Subsidiaries		-	-	19,885	19,885
Intangible assets:					
Goodwill on consolidation		2,913	2,913	-	-
Trademarks and rights		9,553	9,567	-	-
Deferred tax assets		2,109	2,080	-	-
Unsecured loan to a subsidiary		-	-	89,900	89,900
		394,067	364,974	110,104	110,122
<b>Current assets</b>					
Inventories	1(b)(2)	48,291	50,609	-	-
Trade and other receivables	1(b)(3)	68,804	60,381	68,162	47,365
Cash and cash equivalents	1(c)(1)	58,574	20,643	391	87
		175,669	131,633	68,553	47,452
<b>Total assets</b>		569,736	496,607	178,657	157,574
<b>Equity</b>					
Share capital		169,251	140,563	169,251	140,563
Reserves		(129,847)	(116,073)	(253,244)	(247,142)
<b>Equity attributable to owners of the Company</b>		39,404	24,490	(83,993)	(106,579)
Non-controlling interests		25,533	25,968	-	-
<b>Total equity</b>		64,937	50,458	(83,993)	(106,579)
<b>Non-current liabilities</b>					
Borrowings	1(b)(5)	203,613	276,521	66,896	209,309
Derivative financial liabilities		1,294	1,294	1,373	1,373
Deferred tax liabilities		22,100	22,094	-	-
		227,007	299,909	68,269	210,682
<b>Current liabilities</b>					
Trade and other payables	1(b)(4)	114,312	111,847	50,224	53,453
Borrowings	1(b)(5)	162,251	33,099	144,157	18
Provisions	1(b)(6)	973	1,008	-	-
Current tax payable		256	286	-	-
		277,792	146,240	194,381	53,471
<b>Total liabilities</b>		504,799	446,149	262,650	264,153
<b>Total equity and liabilities</b>		569,736	496,607	178,657	157,574

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

	<b>Group</b>			
	<b>30/6/2014</b>		<b>31/3/2014</b>	
	<u>Secured</u>	<u>Unsecured</u>	<u>Secured</u>	<u>Insecured</u>
	S\$'000	S\$'000	S\$'000	S\$'000
Borrowings payable in one year or less, or on demand	153,473	8,778	22,552	10,547
Borrowings repayable after one year	97,554	106,059	185,357	91,164

**Details of any collateral**

Secured financial liabilities comprise:

- (i) Bank loans of S\$14.1 million are secured against the trade receivables and inventories of the subsidiaries; and other bank borrowings of S\$4.1 million are secured by legal mortgages on subsidiaries' leasehold and freehold properties.
- (ii) Hire purchase of S\$1.1 million is secured by a charge over motor vehicles.

Under the terms of the Scheme, the total amount due to Scheme Creditors is to be secured by a fixed and floating charge over all assets of the Company, subject to any prior rights of other creditors. The substantial shareholders of the Company had also provided personal guarantees for the unsecured borrowings amounting to S\$40.5 million.

**Scheme Creditors**

Following the sanction of the Scheme of Arrangement by the Court of Appeal on 13 October 2010 (the "Scheme"), except for those payables deemed essential for the Company's ordinary course of business, the Company's debts owing to certain creditors (the "Scheme Creditors") have been restructured under the Scheme.

On 25 October 2011, the Non-sustainable Debts (as determined on 18 October 2011) were converted into Redeemable Convertible Bonds ("RCBs") of an aggregate principal amount of S\$139,377,000, on terms as set out under the Scheme, and were issued by the Company in registered form to the Scheme Creditors on a pari passu basis.

Following the resolution of a disputed debt with one Scheme Creditor, and pursuant to the reset requirement under the terms of the Scheme, new RCBs amounting to a face value of S\$139,634,000 were issued on 3 April 2013 to the Scheme Creditors (reflecting an increase of S\$257,000) in exchange for those issued on 25 October 2011, on the same terms.

Subsequent to this, certain disputed debts of \$27,909,000 were resolved, of which \$25,428,000 of the disputed debts crystallised. In compliance with the reset requirement under the Scheme, the total number of RCBs increased by \$15,508,000 to \$155,142,000.

On 17 April 2014, the Company made an offer to each Scheme creditor to convert a number of RCBs into the Company's new ordinary shares ("Dilution Shares") at a conversion price of S\$0.14 in the Company by way of a first dilution exercise (the "First Dilution Exercise") in accordance with the Scheme Terms.

In accordance with the Bondholders' exercising of their rights under the First Dilution Exercise to convert the RCBs entitled for the conversion of Dilution Shares, the Company had, on 14 May 2014 (the First Dilution Date), issued 20,285,041 Dilution Shares which were quoted on the SGX-ST on 15 May 2014. As a result, the new RCBs issued to Scheme Creditors on 14 May 2014 reduced by a face value amounting to S\$2,840,000 (being the face value of the RCBs being converted to the Company's new ordinary shares as a result of the First Dilution Exercise). As such, only RCBs of a total face value amounting S\$152,302,000 were issued to Scheme Creditors (instead of S\$155,142,000) in exchange for those issued on 3 April 2013 on the same terms.

In FY2014, the Group changed its accounting policy with respect to the recognition, measurement and presentation of the liabilities under the Scheme in compliance with the requirements of Singapore Financial Reporting Standards ("FRS") 39 Financial Instruments: Recognition and Measurement and FRS32 Financial Instruments: Presentation. The scheme debts are recognised initially at fair value plus any directly attributable transaction costs. Subsequent to initial recognition, these scheme debts are carried at amortised cost using the effective interest method until the liability is extinguished.

**Notes to the Balance Sheet**

**Note 1(b)(1) Property, plant & equipment**

Increase in property, plant and equipment was mainly attributable to the additional capital expenditure on the construction of Big Box.

**Note 1(b)(2) Inventories**

Inventories decreased due to lower inventory level in one of the subsidiaries arising from stock clearance sales.



**Note 1(b)(3) Trade and other receivables**

Trade and other receivables include:

Trade receivables  
 Deposits, prepayments and other receivables  
 Deferred financing costs  
 Tax recoverable  
 Amounts due from subsidiaries

	Group		Company	
	30/6/2014	31/3/2014	30/6/2014	31/3/2014
	S\$'000	S\$'000	S\$'000	S\$'000
Trade receivables	40,371	19,480	107	87
Deposits, prepayments and other receivables	23,392	33,119	442	310
Deferred financing costs	4,698	7,419	-	-
Tax recoverable	343	363	289	289
Amounts due from subsidiaries	-	-	67,324	46,679
	<b>68,804</b>	<b>60,381</b>	<b>68,162</b>	<b>47,365</b>

Increase in trade receivable was mainly due to slow down in sales collections in Indonesia resulting from overall economic slowdown during this period.

Other receivables decrease due to reductions in advance payment to suppliers by overseas subsidiary as a result of reduced inventory purchases.

The Group obtained a Term Loan Facility of S\$125,000,000 granted jointly by The Great Eastern Life Assurance Company Limited and The Overseas Assurance Corporation Limited on 24 April 2013 for the construction of the Big Box. In connection with this facility, the Group has incurred facility related transaction costs that is deferred up to the drawdown of the facility ("Deferred financing costs").

**Note 1(b)(4) Trade and other payables**

Trade and other payables include:

Trade payables  
 Accrued operating expenses  
 Deposits from customers  
 Advance payments by customers  
 Other payables  
 Amount due to a director  
 Amounts due to subsidiaries  
 - Trade  
 - Non-trade

	Group		Company	
	30/6/2014	31/3/2014	30/6/2014	31/3/2014
	S\$'000	S\$'000	S\$'000	S\$'000
Trade payables	34,360	24,442	-	-
Accrued operating expenses	56,783	64,881	42,484	38,283
Deposits from customers	3,473	5,988	-	-
Advance payments by customers	308	300	-	-
Other payables	16,105	15,248	841	2,162
Amount due to a director	3,283	988	875	-
Amounts due to subsidiaries	-	-	1,322	1,252
- Trade	-	-	4,702	11,756
- Non-trade	-	-	-	-
	<b>114,312</b>	<b>111,847</b>	<b>50,224</b>	<b>53,453</b>

Trade payables increased in line with the slowdown in the economic activities in Indonesia.

Accrued operating expenses of the Company increased due to increase in the pre-operating expenses and the accrual of IT related expenses for Big Box. The Group's accrued operating expenses decreased due to reduction in construction cost of Big Box amounting to S\$12.2 million offset by increased in accrual of IT related expenses.

Deposits from customers decreased mainly due to customer of a subsidiary taking deliveries of goods in the current reporting quarter.

Amount due to a director increased as a result of additional financing provided to the Group and its subsidiaries.

**Note 1(b)(5) Borrowings**

Non-current

Amounts due to Scheme Creditors :

- Sustainable debts
- RCBs - loan component

	Group		Company	
	30/6/2014	31/3/2014	30/6/2014	31/3/2014
	S\$'000	S\$'000	S\$'000	S\$'000
- Sustainable debts	-	77,714	-	79,647
- RCBs - loan component	51,955	105,178	66,889	129,653
	<b>51,955</b>	<b>182,892</b>	<b>66,889</b>	<b>209,300</b>
Secured bank loans	1,742	1,766	-	-
Secured term loan (non-bank) (Note b)	43,130	-	-	-
Unsecured bank loans	759	864	-	-
Unsecured loans from non-controlling shareholders	90,300	90,300	-	-
Bondholders' loans (Note a)	15,000	-	-	-
Finance lease liabilities	727	699	7	9
	<b>203,613</b>	<b>276,521</b>	<b>66,896</b>	<b>209,309</b>

Current

Amounts due to Scheme Creditors :

- Sustainable debts (Crystallised)
- RCBs - loan component (Uncrystallised)

Secured bank overdrafts  
 Secured bank loans  
 Secured term loan (non-bank) (Note b)  
 Unsecured bank loans  
 Bills payable and trust receipts  
 Finance lease liabilities

- Sustainable debts (Crystallised)	79,496	-	81,492	-
- RCBs - loan component (Uncrystallised)	53,415	-	62,652	-
	<b>132,911</b>	<b>-</b>	<b>144,144</b>	<b>-</b>
Secured bank overdrafts	2,262	2,590	-	-
Secured bank loans	14,663	14,976	-	-
Secured term loan (non-bank) (Note b)	3,357	4,710	-	-
Unsecured bank loans	522	576	-	-
Bills payable and trust receipts	8,256	9,971	-	-
Finance lease liabilities	280	276	13	18
	<b>162,251</b>	<b>33,099</b>	<b>144,157</b>	<b>18</b>

Note:

- a These relate to loans extended to a subsidiary of the Company (to develop the Big Box) by Bondholders. The loans are unsecured and bears interest at 10.0% per annum.
- b Increase in secured term loan (non-bank) was due to drawdown in May 2014 and June 2014 of aggregate S\$44.0 million on the S\$125.0 million term loan facility granted jointly by by The Great Eastern Life Assurance Company Limited and The Overseas Assurance Corporation Limited on 24 April 2013 for the construction of the Big Box.



**TT International Limited**  
**Unaudited Financial Statements for the First Quarter Ended 30 June 2014**

**Note 1(b)(6) Provisions**

Provisions for:

Warranties

Group		Company	
30/6/2014	31/3/2014	30/6/2014	31/3/2014
S\$'000	S\$'000	S\$'000	S\$'000
	973	1,008	-
	973	1,008	-

**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	
	Quarter Ended 30/6/2014	Restated 30/6/2013
	S\$'000	S\$'000
<b>Cash flows from operating activities</b>		
Loss for the period	(13,217)	(3,681)
Adjustments for:		
Allowance for doubtful receivables provided/(written back)	32	(8)
Allowance for inventory obsolescence written back	(823)	(353)
Depreciation and amortisation	1,620	1,532
Exchange loss, unrealised	2,310	1,212
Inventories written back	(75)	(1)
Finance expense	6,073	4,811
Finance income	(199)	(281)
Income tax expense	(30)	74
(Gain)/Loss on disposal of property, plant and equipment	(39)	4
Operating cash flow before working capital changes	(4,348)	3,309
Changes in working capital:		
Inventories	1,344	(7,023)
Trade and other receivables	(10,053)	(133)
Trade and other payables	3,736	9,078
Bills payable and trust receipts	(1,783)	(250)
Deposits and advance payments from customers	(2,507)	(50)
Provisions	(35)	(114)
<b>Cash (used in)/generated from operations</b>	(13,646)	4,817
Income tax paid	33	(312)
Interest paid on bills payable and trust receipts	(19)	(22)
Interest income received	199	281
<b>Net cash (used in)/generated from operating activities</b>	(13,433)	4,764
<b>Cash flows from investing activities</b>		
Proceeds from disposal of property, plant and equipment	258	22
Property, plant and equipment (including Leasehold Building under construction)	(31,403)	(12,564)
<b>Net cash used in investing activities</b>	(31,145)	(12,542)
<b>Cash flows from financing activities</b>		
Interest paid on borrowings	(1,241)	(2,117)
Payment for obligations under finance leases	(267)	(73)
Proceeds from obligations under finance leases	347	-
Proceeds from issuance of ordinary shares	25,348	-
Restricted bank deposits	(3,423)	-
Proceeds from interest-bearing borrowings	59,000	-
Repayment of interest-bearing borrowings	(301)	(337)
<b>Net cash generated from/(used in) financing activities</b>	79,463	(2,527)
<b>Net increase/(decrease) in cash and cash equivalents</b>	34,885	(10,305)
<b>Effect of foreign exchange rate changes on balances held in foreign currencies</b>	(49)	(614)
<b>Cash and cash equivalents at beginning of the period</b>	16,476	100,290
<b>Cash and cash equivalents at end of the period</b>	51,312	89,371
<b>Note 1(c)(1) Cash and cash equivalents (net) include:</b>		
Cash at bank and in hand	26,892	16,772
Fixed deposits with financial institutions	31,682	76,057
Cash and cash equivalents	58,574	92,829
Bank overdrafts	(2,262)	(3,458)
Restricted bank deposits	(5,000)	-
	51,312	89,371

Cash and cash equivalents increased to S\$51.3 million (as at 30 June 2014) from S\$16.5 million (as at 31 March 2014) mainly due to proceeds from issuance of ordinary shares and bonds amounting to S\$40.3 million and secured term loan drawdown of S\$44.0 million. This was reduced by S\$30.6 million for the construction of Big Box and repayment of interest on borrowings and S\$13.4 million used in operations.



- 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

<u>Group</u> (S\$'000)	<u>Share capital</u>	<u>Capital reserves</u>	<u>Fair value and revaluation reserves</u>	<u>Foreign currency translation reserves</u>	<u>Accumulated losses</u>	<u>Total attributable to Owners of the Company</u>	<u>Non-controlling interests</u>	<u>Total equity</u>
At 1 April 2014	140,563	121	101,300	(29,276)	(188,218)	24,490	25,968	50,458
<b>Total comprehensive income for the period</b>	-	-	-	(505)	(12,769)	(13,274)	(435)	(13,709)
<b>Transactions with owners, recorded directly in equity</b>								
<b>Contributions by owners</b>								
Issuance of new shares upon RCBs conversion	2,840	-	-	-	-	2,840	-	2,840
Issuance of new shares	25,348	-	-	-	-	25,348	-	25,348
At 30 June 2014	<u>168,751</u>	<u>121</u>	<u>101,300</u>	<u>(29,781)</u>	<u>(200,987)</u>	<u>39,404</u>	<u>25,533</u>	<u>64,937</u>
At 1 April 2013	140,563	121	32,768	(27,348)	(161,731)	(15,627)	3,565	(12,062)
<b>Total comprehensive income for the period</b>	-	-	-	(933)	(3,644)	(4,577)	(322)	(4,899)
At 30 June 2013	<u>140,563</u>	<u>121</u>	<u>32,768</u>	<u>(28,281)</u>	<u>(165,375)</u>	<u>(20,204)</u>	<u>3,243</u>	<u>(16,961)</u>
<b>Company</b> (S\$'000s)					<u>Share capital</u>	<u>Capital reserves</u>	<u>Accumulated losses</u>	<u>Total equity</u>
At 1 April 2014					140,563	121	(247,263)	(106,579)
<b>Total comprehensive income for the period</b>					-	-	(5,602)	(5,602)
<b>Transactions with owners, recorded directly in equity</b>								
<b>Contributions by owners</b>								
Issuance of new shares upon RCBs conversion					2,840	-	-	2,840
Issuance of new shares					25,348	-	-	25,348
At 30 June 2014					<u>168,751</u>	<u>121</u>	<u>(252,865)</u>	<u>(83,993)</u>
At 1 April 2013					140,563	121	(171,666)	(30,982)
<b>Total comprehensive income for the period</b>					-	-	(4,862)	(4,862)
At 30 June 2013					<u>140,563</u>	<u>121</u>	<u>(176,528)</u>	<u>(35,844)</u>

- 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 of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

	No of ordinary Shares	Share Capital S\$'000
At start of the period	816,541,501	140,563
Issuance of new shares upon RCBs conversion during the period	20,285,041	2,840
Share placement issued during the period	<u>167,300,000</u>	<u>25,848</u>
At end of the period	<u>1,004,126,542</u>	<u>169,251</u>

**Issuance of new ordinary shares during Q1FY2015**

- Pursuant to an offer on 17 April 2014 to each Scheme creditor to convert a number of RCBs into the Company's new ordinary shares ("Dilution Shares") at a conversion price of S\$0.14 in the Company by way of a first dilution exercise (the "First Dilution Exercise") in accordance with the Scheme Term, 20,285,041 Dilution Shares were issued on 14 May 2014.
- In June 2014, the Company issued 167,300,000 placement shares at an issued price of S\$0.1545 per share and raised \$25.9 million in gross proceed pursuant to the shareholders' approval obtained at the AGM the Company held on 30 July 2013.



- 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.

	Company	
	No. of Shares	
	30/6/2014	31/3/2014
Issued ordinary shares	1,004,126,542	816,541,501

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

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 nor reviewed by the 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 has applied the same accounting policies and methods of computation in the financial statements for the current reporting period as that of the audited financial statements for the year ended 31 March 2014. Financial Reporting Standards ("FRS") which became effective for the Group's financial period beginning 1 April 2014 are:

FRS 110 Consolidated Financial Statements;  
FRS 112 Disclosures of Interests in Other Entities

FRS 110 Consolidated Financial Statements

As a result of FRS110 Consolidated Financial Statements, the Group has changed its accounting policy for determining whether it has control over and consequently whether it consolidates its investees. FRS110 introduces a new control model that focuses on whether the Group has power over an investee, exposure or rights to variable returns from its involvement with the investee and ability to use its power to affect those returns.

The Group has re-evaluated its involvement with investees under the new control model. Based on its assessment, the adoption does not have an impact on the Group.

FRS 112 Disclosures of Interests in Other Entities

FRS 112 sets out the disclosures required to be made in respect of all forms of an entity's interests in other entities, including subsidiaries, joint arrangements, associates and unconsolidated structured entities. The adoption of this standard would result in more extensive disclosures being made in the Group's financial statements in respect of its interests in other entities.

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.

	Group	
	Quarter Ended	
	30/6/2014	30/6/2013
Earning per ordinary share for the period calculated based on profit attributable to Owners of the Company:	Cents	Cents
(i) Based on the weighted average number of ordinary shares on issue	(1.57)	(0.45)
(ii) On a fully diluted basis	(1.57)	(0.45)

Diluted earnings per share is the same as basic earnings per share because the Company's outstanding RCBs do not have a dilutive effect at the the reporting date.

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

	Group		Company	
	30/6/2014	31/3/2014	30/6/2014	31/3/2014
	Cents	Cents	Cents	Cents
Net asset value per ordinary share	3.92	3.00	(8.36)	(13.05)

The net asset value per ordinary share was calculated based on 1,004,126,542 ordinary shares in issue.





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.**

For the first quarter ended 30 June 2014, the group recorded revenue of S\$66.0 million, gross profit of S\$12.1 million and loss from operations of S\$7.9 million, as compared to the previous corresponding period ended 30 June 2013, which recorded revenue, gross profit and profit from operations amounting to S\$78.9 million, S\$16.7 million and S\$0.9 million respectively.

Gross profit margin decreased to 18.3% in Q1FY2015 compared to 21.1% in Q1FY2014. This was due to decrease in revenue by \$12.9 million or 16.4% whereas cost of goods sold decreased by \$8.4 million or 13.4%.

Lower gross profit (a decrease of S\$ 4.6 million) was in line with the lower revenue mainly due to soft market conditions in Indonesia and Australia.

Loss from operations increased by S\$8.8 million in Q1FY2015 was due to lower gross profit and increase in pre-operating expenses for the Big Box such as staff cost and other operating expenses.

Loss after income tax for Q1FY2015 was S\$13.7 million as compared with loss after tax of S\$3.7 million in Q1FY2014.

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

Not applicable.

10. **A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.**

With the scheme of arrangement prevailing and the uncertainty of economic outlook, the next 12 months are expected to continue to be challenging.

As at the date of this reporting, the construction of the subsidiary's leasehold land and building under the Warehouse Retail Scheme (Big Box) remains in progress. The Company shall provide updates to the SGX-ST, Scheme Creditors, shareholders and investing public from time to time.

Shareholders and the public are advised to exercise caution before making any decision in respect of their dealings in the Company's shares.

11. **Dividend**

- (a) **Period ended 30 June 2014**

Any dividend declared for the current financial period reported on?

None

- (b) **Period ended 30 June 2013**

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

None

- (c) **Date payable**

Not applicable

- (d) **Books closure date**

Not applicable

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

No dividend has been declared or recommended for the quarter ended 30 June 2014.

13. **If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.**

The Group has not obtained any mandate for any interested party transactions.

14. **Negative assurance confirmation by the Board pursuant to Rule 705(5) of the Listing Manual.**

The Board of Directors hereby confirms that, to the best of its knowledge, nothing has come to its attention which may render the unaudited financial statements for the quarter ended 30 June 2014 to be false or misleading in any material aspect.

**BY ORDER OF THE BOARD**

Sng Sze Hiang  
Chief Executive Officer

Julia Tong Jia Pi  
Executive Director

Date: 14 August 2014