



**UNAUDITED FINANCIAL STATEMENTS FOR THE FULL YEAR ENDED 31 MARCH 2015**

**PART I – INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2, Q3 & Q4), HALF-YEAR AND FULL YEAR ANNOUNCEMENTS**

**1a An income statement (for the Group) together with a comparative statement for the corresponding period of the immediately preceding financial year**

<b><u>Group</u></b>	<b>Three Months Ended 31 Mar 2015 US\$'000</b>	<b>Three Months Ended 31 Mar 2014 US\$'000</b>	<b>Increase /(Decrease) %</b>
Revenue	-	150,141	(100%)
Cost of Sales	-	(149,350)	(100%)
<b>Gross Profit</b>	-	791	(100%)
Other Operating Income	75	4	1,775%
Administrative Expenses	(1,268)	(680)	86%
Other Operating Expenses	(14)	(15)	(7%)
Finance Expenses	-	(93)	(100%)
<b>(Loss)/Profit Before Income Tax</b>	(1,207)	7	(17,343%)
Income Tax Expense	-	-	-
<b>(Loss)/Profit for the Period</b>	(1,207)	7	(17,343%)
<b>Total Comprehensive (Loss)/Income for the Period</b>	(1,207)	7	(17,343%)

The Group's (loss)/profit before income tax is arrived at after charging / (crediting):

<b><u>Group</u></b>	<b>Three Months Ended 31 Mar 2015 US\$'000</b>	<b>Three Months Ended 31 Mar 2014 US\$'000</b>	<b>Increase /(Decrease) %</b>
<b>Other Operating (Income) /Expenses</b>			
Government Credit	(6)	(3)	100%
Interest Income	-	(1)	(100%)
Foreign Currency Exchange (Gain)/Loss	(69)	15	560%
<b>Administrative Expenses</b>			
Depreciation and Amortisation	20	20	0%
Key Management Personnel Compensation	290	271	7%
Directors' Fees	55	53	4%
Professional Fees	46	28	46%
Rental Expenses	156	153	2%
Staff Costs (including Key Management Personnel Compensation)	443	330	34%
Compensation cost	418	-	100%
<b>Finance Expenses</b>	-	93	(100%)

**N.M : Not Meaningful**

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

	<u>Group</u>		<u>Company</u>	
	<b>31 Mar 2015 US\$'000</b>	<b>31 Dec 2014 US\$'000</b>	<b>31 Mar 2015 US\$'000</b>	<b>31 Dec 2014 US\$'000</b>
<b><u>ASSETS</u></b>				
<b>Non-current Assets:</b>				
Plant and Equipment	135	146	-	-
Intangible Assets	1	1	1	1
Investments in Subsidiaries	-	-	160	160
<b>Total Non-current Assets</b>	<b>136</b>	<b>147</b>	<b>161</b>	<b>161</b>
<b>Current Assets:</b>				
Trade Receivables	12,882	31,360	-	-
Other Receivables	648	233	22	21
Amount due from Subsidiaries	-	-	123	140
Cash and Cash Equivalents	1,810	2,594	223	320
<b>Total Current Assets</b>	<b>15,340</b>	<b>34,187</b>	<b>368</b>	<b>481</b>
<b>Total Assets</b>	<b>15,476</b>	<b>34,334</b>	<b>529</b>	<b>642</b>
<b><u>LIABILITIES AND EQUITY</u></b>				
<b>Equity</b>				
Share Capital	454	454	454	454
Share Premium	18,116	18,116	18,116	18,116
Accumulated Losses	(18,453)	(17,246)	(21,360)	(21,248)
<b>Total Equity</b>	<b>117</b>	<b>1,324</b>	<b>(2,790)</b>	<b>(2,678)</b>
<b>Non-current Liabilities</b>				
Provision	28	29	-	-
<b>Total Non-current Liabilities</b>	<b>28</b>	<b>29</b>	<b>-</b>	<b>-</b>
<b>Current Liabilities</b>				
Trade Payables	-	16,864	-	-
Other Payables	170	196	92	95
Amount due to Holding Company	14,827	15,575	2,304	2,379
Amount due to a Subsidiary	-	-	923	846
Income Tax Payable	334	346	-	-
<b>Total Current Liabilities</b>	<b>15,331</b>	<b>32,981</b>	<b>3,319</b>	<b>3,320</b>
<b>Total Liabilities</b>	<b>15,359</b>	<b>33,010</b>	<b>3,319</b>	<b>3,320</b>
<b>Total Liabilities and Equity</b>	<b>15,476</b>	<b>34,334</b>	<b>529</b>	<b>642</b>

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

	<u>Unsecured</u>		<u>Secured</u>	
	<b>31 Mar 2015 US\$'000</b>	<b>31 Dec 2014 US\$'000</b>	<b>31 Mar 2015 US\$'000</b>	<b>31 Dec 2014 US\$'000</b>
Amount payable in one year or less or on demand	14,827	15,575	-	-
Amount payable after one year	-	-	-	-

The Company's controlling shareholder, Singapore Petrochemical & Energy Development Pte. Ltd., continues to extend financial support by providing interest-free loan. As at the end of the first quarter of FY2015 ("1Q2015") the aggregate loan balance was approximately US\$14.8 million. The financial support was meant to assist the Group in its oil and petrochemical trading businesses expansion and to meet its liabilities as and when they fall due.

The Group's oil and petrochemical trading transactions are mainly financed through Letters of Credit in line with industry practices. The current aggregate back-to-back banking facilities granted by the banks remained US\$311 million as at end of 1Q2015.

Details of any collateral

Nil.

Contingent liabilities

As at 31 March 2015, the Group has no contingent liabilities.

1(c) A cash flow statement (for the Group), together with a comparative statement for the corresponding period of the immediately preceding financial year

<u>Group</u>	Three Months Ended 31 Mar 2015 US\$'000	Three Months Ended 31 Mar 2014 US\$'000
<b>Operating Activities</b>		
(Loss)/Profit Before Income Tax	(1,207)	7
<b>Adjustment for:</b>		
Depreciation and Amortisation	20	20
Unrealised Exchange Differences	108	15
Interest Expense	-	93
Interest Income	-	(1)
Operating Cash Flows Before Movements in Working Capital	(1,079)	134
<b>Movements in Working Capital:</b>		
Trade Receivables	18,478	1,911
Trade Payables	(16,864)	12,988
Other Receivables	(423)	(7,257)
Other Payables	(24)	755
<b>Cash Generated from Operations</b>	88	8,513
Interest Paid	-	(93)
Interest Received	-	1
<b>Net Cash Generated from Operating Activities</b>	88	8,421
<b>Investing Activity</b>		
Acquisition of Plant and Equipment	(8)	-
<b>Net Cash Used in Investing Activity</b>	(8)	-
<b>Financing Activities</b>		
Advance from Holding Company	-	21
Repayment to Holding Company	(830)	-
Released of Fixed Deposit with Financial Institutions	1,001	2,976
<b>Net Cash Generated from Financing Activities</b>	171	2,997
<b>Net Increase in Cash and Cash Equivalents</b>	251	11,418
Cash and Cash Equivalents at the Beginning of the Period	1,593	4,103
Effect of Exchange Rates Changes on Cash and Cash Equivalents	(34)	(5)
<b>Cash and Cash Equivalents at the End of the Period</b>	1,810	15,516

<u>Group</u>	<b>Three Months Ended 31 Mar 2015 US\$'000</b>	<b>Three Months Ended 31 Mar 2014 US\$'000</b>
Cash and Bank Balance	1,810	16,745
Fixed Deposit Pledged	-	(1,229)
Cash and Cash Equivalents per Consolidated Statement of Cash Flows	1,810	15,516

**1d(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.**

	<u>Attributable to the Owners of the Company</u>			
<u>Group</u>	<u>Share Capital US\$'000</u>	<u>Share Premium US\$'000</u>	<u>Accumulated Losses US\$'000</u>	<u>Total Equity US\$'000</u>
Balance at 1 January 2015	454	18,116	(17,246)	1,324
<b>Loss for the Period, Representing Total Comprehensive Loss for the Financial Period</b>	-	-	(1,207)	(1,207)
Balance at 31 March 2015	454	18,116	(18,453)	117
Balance at 1 January 2014	454	18,116	(17,961)	609
<b>Profit for the Period, Representing Total Comprehensive Income for the Financial Period</b>	-	-	7	7
Balance at 31 March 2014	454	18,116	(17,954)	616

**Attributable to the Owners of the Company**

<u>Company</u>	<u>Share Capital</u> US\$'000	<u>Share Premium</u> US\$'000	<u>Accumulated Losses</u> US\$'000	<u>Total Equity</u> US\$'000
Balance at 1 January 2015	454	18,116	(21,248)	(2,678)
<b>Loss for the Period, Representing Total Comprehensive Loss for the Period</b>	-	-	(112)	(112)
Balance at 31 March 2015	454	18,116	(21,360)	(2,790)
Balance at 1 January 2014	454	18,116	(20,042)	(1,472)
<b>Loss for the Period, Representing Total Comprehensive Loss for the Period</b>	-	-	(204)	(204)
Balance at 31 March 2014	454	18,116	(20,246)	(1,676)

**1d(ii) Details of any changes in the Company's share capital arising from right issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.**

There have been no changes in the Company's share capital since the end of the previous period reported.

**1d(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 each of 31 March 2015 and 31 December 2014 was 3,527,654,875 shares. There were no shares held as treasury shares and the Company does not have any shares that may be issued on conversion of any outstanding convertibles as at 31 March 2015 and 31 December 2014.

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

Not applicable as the Company does not have any treasury shares.

2. **Whether the figures has been audited or reviewed and in accordance with which auditing standard or practice.**

These figures have neither been reviewed nor audited 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 annual financial statements have been applied.**

The accounting policies and methods of computation applied by the Group are consistent with those used in its most recent audited financial statements as well as all the applicable new/revised International Financial Reporting Standards (IFRS) and IFRS interpretations (INT IFRS) which had come into effective for the financial years beginning on or after 1 January 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.**

In the current financial year, the Group has adopted the new and revised IFRS, and INT IFRS that are relevant to its operations and effective for the current financial year. The adoption of these new or revised IFRS or INT IFRS does not result in changes to the Group's accounting policies and has no material effect on the amounts reported for the current or prior financial years.

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:**

	<b>Group</b>	
	<b>Three Months Ended</b>	
	<b>31 Mar 2015</b>	<b>31 Mar 2014</b>
	US\$	US\$
<b>Net (Loss)/Profit Attributable to Shareholders</b>	(1,206,949)	6,881
<b>Earnings per ordinary share</b>	US Cents	US Cents
(a) Based on the weighted average number of ordinary shares in issue; and	(0.034)	0.0002
Weighted average number of ordinary shares in issue	3,527,654,875	3,527,654,875
(b) On a fully diluted basis	(0.034)	0.0002
Weighted average number of ordinary shares in issue	3,527,654,875	3,527,654,875



7. **Net assets 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.**

	<u>Group</u>		<u>Company</u>	
	31 Mar 2015 US cents	31 Dec 2014 US cents	31 Mar 2015 US cents	31 Dec 2014 US cents
<b>Net assets / (liabilities) value per ordinary share</b>	0.003	0.038	(0.079)	(0.076)

The calculation of net asset value per ordinary share is based on the Group's net assets of approximately US\$116,931 as at 31 March 2015 (31 December 2014: US\$1,323,880) and the Company's net liabilities of approximately US\$2,789,849 as at 31 March 2015 (31 December 2014: US\$2,677,942) and share capital of 3,527,654,875 shares (31 December 2014: 3,527,654,875 shares).

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.**

#### **Revenue**

In 1Q2015, the Company did not earn any revenue due to adverse global oil environment and the Group's management restructuring exercises which include the change of new Chief Executive Officer and the appointments of other new senior management of the Company.

#### **Gross Profit**

The Group did not engage in any trading in 1Q2015 due to the abovementioned changes of key management staff. Hence, there was no gross profit recorded in 1Q2015 as compared to a gross profit of US\$791,000 in 1Q2014.

#### **Other Operating Income**

Other operating income derived in 1Q2015 comprised wage credit scheme pay out and foreign currency exchange gain.

#### **Administrative and Other Operating Expenses**

Administrative expenses increased by 86% from US\$0.68 million in 1Q2014 to US\$1.27 million in 1Q2015 mainly due to the increased staff count and one-off compensation cost incurred for leasing of new office premise.

## **Profit/Loss**

The Group recorded a net loss of US\$1.2 million in 1Q2015 compared to a net profit of US\$7,000 for 1Q2014 due to higher expenses which were not covered by enough sales.

## **Review of the Group's Financial Position as at 31 March 2015**

The Group's current assets stood at US\$15.3 million as at 31 March 2015. The current assets mainly consisted of trade and other receivables and cash and bank balances. The Group's current liabilities were US\$15.3 million as at 31 March 2015. The current liabilities are made up of trade and other payables, amount due to holding company and income tax payables. The Group recorded a net asset of US\$116,931 as at 31 March 2015.

## **Review of the Group's Cash Flows of 1Q2015**

The net cash position increase by approximately US\$251,000 mainly due to the termination of credit line with a financial institution and the release of the fixed deposit with it. There was no significant movement in investing activity in 1Q2015. As at 31 March 2015, the balance of cash and cash equivalent was US\$1.8 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 disclosed to shareholders.

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

As announced by the Company on 20 April 2015, the joint venture with Rizhao Port Oil Terminal Co., Ltd has been officially incorporated. The global oil environment is expected to continue to be challenging. However, moving forward, the Group will continue to focus on its global oil and petrochemical trading business, as well as exploring other opportunities to diversify its income stream.

**11. Dividend**

**(a) Current Financial Period Reported On**

None.

**Corresponding Period of the Immediately Preceding Financial Year**

None.

**Date payable**

Not applicable.

**(d) Books closure date**

Not applicable.

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

No dividend has been declared or recommended.

**13. If the Group has obtained a general mandate from the Shareholder for IPTs, the aggregate value of such transactions as required under Rule 902 (1)(a) (ii). If no IPT mandate has been obtained, please make a statement to that effect**

There were no interested person transactions carried out in 1Q2015 except for the interest-free advances made by Singapore Petrochemical & Energy Development Pte. Ltd. to the Group.

The Company does not have a general mandate from shareholders for interested person transactions.

**BY ORDER OF THE BOARD**

**Zang Jian Jun**  
**Executive Chairman**  
**Date: 15 May 2015**

## **CONFIRMATION BY THE BOARD**

We, Zang Jian Jun and Lu Da Chuan, being two directors of CEFC International Limited (“**the Company**”), do hereby confirm on behalf of the directors of the Company, that, to the best of our knowledge, nothing has come to the attention of the board of directors of the Company which may render the financial results for the financial period ended 31 March 2015 to be false or misleading in any material aspect.

On behalf of the board of directors

**Zang Jian Jun**  
**Executive Chairman**

**Lu Da Chuan**  
**Executive Director**