

**Unaudited Full Year Financial Statements And Dividend Announcement For The Year Ended 31 December 2015**

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

Consolidated Income Statement

	Notes	Group		
		31/12/2015 S\$'000	31/12/2014 S\$'000	Change (%) increase / (decrease)
Revenue	Para 8.01	51,832	48,006	8.0
Cost of sales		(38,868)	(36,428)	6.7
Gross profit	Para 8.02	12,964	11,578	11.9
Other income	(i) & Para 8.03	3,898	4,113	(5.2)
Distribution expenses	Para 8.04	(2,242)	(1,984)	13.0
Administrative expenses	(ii) & Para 8.05	(9,794)	(9,336)	4.9
Other expenses	(iii) & Para 8.06	(68)	(531)	(87.2)
Finance costs	(iv) & Para 8.07	(95)	(114)	(16.7)
Profit before income tax	(v) & Para 8.08	4,663	3,726	25.1
Income tax expenses	(vi) & Para 8.11(5)	(838)	(718)	16.7
Profit after income tax		3,825	3,008	27.2
Attributable to: Owners of the parent		3,825	3,008	27.2

Consolidated Statement of Comprehensive Income

	Group 31/12/2015 S\$'000	Group 31/12/2014 S\$' 000	Change (%)
Total profit for the year	3,825	3,008	27.2
Other comprehensive income:			
Items that will be reclassified subsequently to profit or loss:			
Exchange differences on translating foreign operations	(1,155)	(107)	979.4
Total comprehensive income for the financial year	2,670	2,901	(8.0)

Total comprehensive income attributable to:
Owners of the parent

2,670 2,901



LHT HOLDINGS LIMITED (Company Registration No198003094E)

Address: 27 Sungei Kadut Street 1 Singapore 729335 Tel: (65) 62697890 Fax: (65) 63674907 Email: enquiry@lht.com.sg URL: www.lht.com.sg

Notes to the consolidated income statement

Notes		Note	Group	
			31/12/2015 S\$'000	31/12/2014 S\$'000
(i)	Other Income			
	Obsolete stock written back / (written off)		-	146
	Amortisation of deferred grants		-	29
	Fair value gain of investment property	Para 8.03	-	250
	Government grants		390	397
	Allowance for doubtful trade receivables written back		60	-
	Gain on disposal of plant and equipment	(a)	22	74
	Heat treatment and utilities income		138	140
	Interest income		11	13
	Rental and services income		2,453	2,539
	Foreign exchange gains		150	-
	Waste collection income		264	318
	Other Income		410	207
	Total		3,898	4,113

(ii)	Administrative expenses			
	Advertisement expenses / Marketing and promotion expenses		(101)	(175)
	Depreciation of property, plant and equipment		(1,756)	(1,636)
	Insurance expenses		(351)	(314)
	Legal and professional fee		(189)	(172)
	Property tax		(430)	(288)
	Operating lease expenses		(1,070)	(989)
	Subletting fee		(107)	(139)
	Upkeep and maintenance expenses		(232)	(371)
(iii)	Other expenses			
	Foreign exchange losses		-	(243)
	Property, plant and equipment written-off		(68)	(196)
	Allowance for doubtful receivables		-	(77)
	Bad debt written off		-	(15)
	Total		(68)	(531)
(iv)	Finance costs			
	Interest expense in respect of :			
	- finance leases		(36)	(46)
	- bank loan		(59)	(68)
	Total		(95)	(114)

**LHT HOLDINGS LIMITED** (Company Registration No198003094E)

Address: 27 Sungei Kadut Street 1 Singapore 729335 Tel: (65) 62697890 Fax: (65) 63674907 Email: enquiry@lht.com.sg URL::www.lht.com.sg

(v)	Profit before income tax is stated after (charging) / crediting		Group 31/12/2015 S\$'000	Group 31/12/2014 S\$'000
	Non-audit fees paid to auditors		(36)	(23)
	Depreciation of property, plant and equipment – cost of sales		(1,784)	(1,817)
	Directors' fees		(206)	(213)
	Employee benefit expenses:			
	-Post employment benefits		(545)	(503)
	-Salaries wages and other costs		(8,390)	(8,023)
(vi)	Income tax expenses			
	Based on result for the financial year:-			
	-Current income tax		(764)	(793)
	-Deferred tax		(41)	4
	(Under)/over provision in respect of prior years:-			
	-Current tax		(8)	(39)
	-Deferred tax		(25)	110
	Total		(838)	(718)

There was no investment income during the year.

Note:

- (a) The Group had disposed of plant and equipment comprising vehicles, forklifts and rental pallets with proceeds as shown below:

	31/12/2015 S\$'000	31/12/2014 S\$'000
Rental Pallets	25	87
Forklift	1	-
Excavator	-	12
Total	26	99



LHT HOLDINGS LIMITED (Company Registration No198003094E)

Address: 27 Sungei Kadut Street 1 Singapore 729335 Tel: (65) 62697890 Fax: (65) 63674907 Email: enquiry@lht.com.sg URL::www.lht.com.sg

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

Statements of Financial Position

	Notes	Group		Company	
		As at 31/12/2015	As at 31/12/2014	As at 31/12/2015	As at 31/12/2014
		S\$'000	S\$'000	S\$'000	S\$'000
Non-Current Assets	Para 8.09				
Property, plant and equipment		20,871	22,198	10,460	11,368
Investments					
-Subsidiary companies		-	-	13,951	13,951
-Investment property		5,750	5,750	5,750	5,750
		26,621	27,948	30,161	31,069
Current Assets	Para 8.10				
Inventories		7,447	8,163	5,918	7,040
Trade receivables		9,934	10,328	7,705	8,271
Amounts due from subsidiary companies		-	-	3,751	2,767
Other receivables		781	1,353	159	625
Fixed deposits		171	174	-	-
Cash and bank balances		9,215	5,915	4,043	1,458
		27,548	25,933	21,576	20,161
Less:					
Current Liabilities	Para 8.11				
Trade payables and accruals		4,460	4,300	3,313	3,236
Amount due to subsidiary companies		-	-	2,300	2,256
Other payables		792	785	529	456
Finance lease payables		502	453	141	141
Term loan, secured		978	960	978	960
Provision for income tax		593	536	386	436
		7,325	7,034	7,647	7,485
Net Current Assets	Para 8.13	20,223	18,899	13,929	12,676
Less:					
Non-Current Liabilities	Para 8.12				
Finance lease payables		474	777	21	163
Term loan, secured		996	1,923	996	1,923
Deferred tax liabilities		1,253	1,205	495	563
		2,723	3,905	1,512	2,649
Net Assets		44,121	42,942	42,578	41,096
Equity	Para 1 d(i)				
Share capital		24,621	24,621	24,621	24,621
Currency translation reserve		(2,043)	(888)	-	-
Asset revaluation reserves		1,376	1,376	1,376	1,376
Retained earnings		20,167	17,833	16,581	15,099
		44,121	42,942	42,578	41,096


1(b)(ii) Aggregate amount of Group's borrowings and debt securities.
Amount repayable in one year or less, or on demand

As at 31/12/2015		As at 31/12/2014	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
1,480	-	1,413	-

Amount repayable after one year

As at 31/12/2015		As at 31/12/2014	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
1,470	-	2,700	-

Details of any collateral

The borrowings of the Group are secured by charges on motor vehicles, plant and machinery and legal mortgage of certain properties.

Term loan with a carrying amount of \$1.48 million are repayable within one year and bear the interest at rates ranging from 1.93% to 3.07 % (2014: 1.90% to 2.41%) per annum.

Term loan with a carrying amount of \$1.47 million are repayable after one year and bear the interest at rates ranging from 1.93% to 3.07% (2014: 1.90% to 2.41%) per annum.

The bank overdraft facility granted by a bank to one of the subsidiaries was secured by fixed charge over the subsidiary's leasehold property.



LHT HOLDINGS LIMITED (Company Registration No198003094E)

Address: 27 Sungei Kadut Street 1 Singapore 729335 Tel: (65) 62697890 Fax: (65) 63674907 Email: enquiry@lht.com.sg URL::www.lht.com.sg

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

	31/12/2015 S\$'000	31/12/2014 S\$'000
Operating activities:		
Profit before income tax	4,663	3,726
Adjustments for:		
Amortisation of deferred grants	-	(29)
Allowance for doubtful trade receivables	-	77
Allowance for doubtful trade receivables written back	(60)	-
Bad debts written off	-	15
Allowance for obsolete stock	82	-
Property, plant and equipment written off	68	189
Interest expense	95	114
Interest income	(11)	(13)
Depreciation of property, plant and equipment	3,540	3,453
Gain on disposal of property, plant and equipment	(22)	(74)
Fair value gain on investment property	-	(250)
Operating cash flow before movements in working capital	8,355	7,208
Changes in working capital:		
Inventories	634	(1,864)
Trade and other receivables	988	(1,538)
Trade and other payables	167	296
Cash generated from operations	10,144	4,102
Interest received	11	13
Interest paid	(95)	(114)
Income taxes paid	(678)	(1,038)
Net cash from operating activities	9,382	2,963
Investing activities:		
Proceeds from disposal of property, plant and equipment	26	98
Purchase of property, plant and equipment	(3,024)	(3,075)
Net cash used in investing activities	(2,998)	(2,977)
Financing activities:		
Dividend paid	(1,491)	(1,065)
Pledge of fixed deposits	-	16
Repayment of term loans	(909)	(891)
Repayment of finance lease obligations	(461)	(409)
Net cash (used in)/from financing activities	(2,861)	(2,349)
Net (decrease)/increase in cash and cash equivalents	3,523	(2,363)
Cash and cash equivalents at beginning of financial year	5,915	8,313
Net effect of exchange rate changes on the cash and cash equivalents held in foreign currencies	(223)	(35)
Cash and cash equivalents at end of financial year	9,215	5,915



LHT HOLDINGS LIMITED (Company Registration No198003094E)

Address: 27 Sungei Kadut Street 1 Singapore 729335 Tel: (65) 62697890 Fax: (65) 63674907 Email: enquiry@lht.com.sg URL::www.lht.com.sg

Cash and cash equivalents at end of financial year of:

	31/12/2015 S\$'000	31/12/2014 S\$'000
Cash and bank balances and fixed deposits	9,386	6,089
Sub-total	9,386	6,089
Fixed deposits pledged with bank	(171)	(174)
Total	9,215	5,915

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.

	Equity attributable to owners of the parent				
	Share capital	Asset revaluation reserve	Currency translation reserve	Retained earnings	Total equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Group					
Balance at 1 January 2015	24,621	1,376	(888)	17,833	42,942
Profit for the year	-	-	-	3,825	3,825
Other comprehensive income:					
Exchange differences on translating foreign subsidiaries	-	-	(1,155)	-	(1,155)
Total comprehensive income for the year	-	-	(1,155)	3,825	2,670
Dividend	-	-	-	(1,491)	(1,491)
Balance at 31 December 2015	24,621	1,376	(2,043)	20,167	44,121
Balance at 1 January 2014	24,621	1,376	(781)	15,890	41,106
Profit for the year	-	-	-	3,008	3,008
Other comprehensive income:					
Exchange differences on translating foreign subsidiaries	-	-	(107)	-	(107)
Total comprehensive income for the year	-	-	(107)	3,008	2,901
Dividend	-	-	-	(1,065)	(1,065)
Balance at 31 December 2014	24,621	1,376	(888)	17,833	42,942
Company					
Balance at 1 January 2015	24,621	1,376	-	15,099	41,096
Profit for the year, representing total comprehensive income for the year	-	-	-	2,973	2,973
Dividend	-	-	-	(1,491)	(1,491)
Balance at 31 December 2015	24,621	1,376	-	16,581	42,578
Balance at 1 January 2014	24,621	1,376	-	13,136	39,133
Profit for the year, representing total comprehensive income for the year	-	-	-	3,028	3,028
Dividend	-	-	-	(1,065)	(1,065)
Balance at 31 December 2014	24,621	1,376	-	15,099	41,096



- 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 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 is no change in the Company's issued and paid-up capital nor any conversion and any outstanding convertibles for the financial year ended 31 December 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 the end of the current financial year was 53,244,997 (31 December 2014: 212,980,000). Please refer to Paragraph 6 for share consolidation exercise.

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

As at 31 December 2015, the Company did not hold any of its issued shares as treasury shares.
(As at 31 December 2014: Nil).

- 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 adopted the same accounting policies and methods of computation as stated in the audited financial statement of the Group for the year ended 31 December 2014, except for the adoption of the new and revised Financial Reporting Standards ("FRSs") which become effective on 1 January 2015. The adoption of these new and revised FRSs did not give rise to significant changes in the financial statements.

- 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.**



LHT HOLDINGS LIMITED (Company Registration No198003094E)

Address: 27 Sungei Kadut Street 1 Singapore 729335 Tel: (65) 62697890 Fax: (65) 63674907 Email: enquiry@lht.com.sg URL::www.lht.com.sg

There are no changes in accounting policies and methods of computation used in the preparation of the financial information in this announcement.

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		
	FY 2015	FY 2014	
		As adjusted	As previously reported
Net Profit attributable to owners of the parents (S\$'000)	3,825	3,008	3,008
Weighted average number of shares in issue (in '000s)	53,245	53,245	212,980
Earnings per share (cents)			
(i) On basic	7.18	5.65	1.41
(ii) On a fully diluted basis	7.18	5.65	1.41

Note: Figures shown under "as adjusted" column are computed assuming that the share consolidation exercise was held and effective as from 1 January 2014.

On 21 August 2015, the Company completed the consolidating of four existing shares into one consolidated share. As a result of the exercise, the issued share capital of the Company comprises 53,244,997 shares.

As there were no outstanding potentially dilutive ordinary shares, the diluted earnings per ordinary share were accordingly the same as the earnings per ordinary share for the respective financial year.

**7. Net asset value (for the issuer and Group) per ordinary share based on issued share capital of the issuer at the end of the:-
(a) current financial period reported on; and
(b) immediately preceding financial year.**

	Group			Company		
	31/12/2015	31/12/2014		31/12/2015	31/12/2014	
		As adjusted	As previously reported		As adjusted	As previously reported
Net Asset (S\$'000)	44,121	42,942	42,942	42,578	41,096	41,096
Weighted average number of shares in issue (in '000s)	53,245	53,245	212,980	53,245	53,245	212,980
Net asset value per Ordinary Share (cents) based on issued share capital at the end of financial year	82.86	80.64	20.16	79.97	77.18	19.30



Note: Figures shown under “as adjusted” column are computed assuming that the share consolidation exercise was held and effective as at 31 December 2014.

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.**

8.01 Revenue:

The Group’s revenue for the financial year ended 31 December 2015 (FY2015) increased by 8.0% to \$51.8 million as compared to \$48.0 million for the financial year ended 31 December 2014 (FY2014).

The increase in revenue was due to the increase of revenue from pallets and packaging business by 10.8% or \$4.12 million from \$38.14 million to \$42.26 million. The increase in this segment was due to the increased demand from the local exporters.

Revenue from trading of timber related products decreased by 8.5% or \$0.3 million from \$3.52 million to \$3.22 million due to decrease in demand from local agent for the export market.

Technical Wood® and Technical Wood® related products and woodchip supply decreased by 80.8% or \$1.72 million from \$2.13 million to \$0.41 million due to maintenance works in FY2015 which decreases output.

The pallet rental and others have increased by 40.8% or \$1.72 million from \$4.22 million to \$5.94 million due to increase in customer base and demand in the logistics market in Singapore and Malaysia.

8.02 Gross Profit and Gross Profit Margin:

Gross profit increased by 11.9% or \$1.38 million from \$11.58 million in FY2014 to \$12.96 million in FY2015. The gross profit margin improved slightly to 25.0% in FY2015 as compared to 24.1% in FY2014.

8.03 Other Income:

Other income reduced by 5.1% or \$0.21 million to \$3.90 million in FY2015 when compared to \$4.11 million in FY2015. This is mainly because for FY2015, there was no gain or loss on revaluation of investment property, as compared to a \$0.25 million gain in FY2014. Please refer to page 2, note (i).

8.04 Distribution Expenses:

Distribution expenses increased by 13.1% or \$0.26 million to \$2.24 million in FY2015 from \$1.98m in FY2014, in line with sales volume increases.

8.05 Administrative Expenses:

Administrative expenses increased slightly by 4.8% or \$0.45 million to \$9.79 million in FY2015 from \$9.34 million in FY2014, mainly due to increases in property tax, operating lease expenses and depreciation of property, plant and equipment. Please refer to page 2, note (ii).

**8.06 Other Expenses:**

Other expenses decreased by 86.8% or \$0.46 million to \$0.07 million in FY2015 compared to \$0.53 million in FY2014 due mainly to foreign exchange gains in FY2015 as compared to a \$0.24 million losses in foreign exchange in FY2014 and a much smaller loss of \$0.07 million as compared to \$0.20 million on property, plant and equipment written off. Please refer to page 2, note (iii).

8.07 Finance Costs:

Finance costs decreased by 18.1% or \$0.02 million to \$0.09 million in FY2015 from \$0.11 million in FY2014 due to lower term loan balance as a result of monthly loan repayments.

8.08 Profit before Income Tax:

The Group's net profit before income tax increased by 24.9% or \$0.93 million to \$4.66 million in FY2015 from \$3.73 million in FY2014. This was mainly due to the increase in sales volume of the Group.

8.09 Non-Current Assets:

The non-current assets slightly decreased by 4.8% or \$1.33 million to \$26.62 million as at 31 December 2015 from \$27.95 million as at 31 December 2014 mainly due to depreciation of plant and machinery.

8.10 Current Assets:

The current assets increased by 6.2% or \$1.62 million to \$27.55 million in FY2015 from \$25.93 million in FY2014 were mainly attributable to:

- (1) an increase in cash and bank balances to \$9.22 million in FY2015 from \$5.92 million in FY2014 due to faster collection of receivables; offset by
- (2) a decrease in inventories to \$7.45 million in FY2015 from \$8.16 million in FY2014;
- (3) a decrease in trade receivables to \$9.93 million in FY2015 from \$10.33 million in FY2014 due to faster collection of receivables offset by increase in sales; and
- (4) a decrease in other receivables to \$0.78 million in FY2015 from \$1.35 million in FY2014.

8.11 Current Liabilities:

The slight increase in current liabilities by 4.3% or \$0.30 million to \$7.33 million in FY2015 from \$7.03 million in FY2014 was mainly due to:

- (1) an increase in trade payables and accruals to \$4.46 million in FY2015 from \$4.30 million in FY2014 due to the increased purchases for raw materials;
- (2) a slight increase in other payables to \$0.79 million in FY2015 from \$0.78 million in FY2014;
- (3) a slight increase in finance lease payables to \$0.50 million in FY2015 from \$0.45 million in FY2014 due to the addition of finance lease of equipment and machinery in a subsidiary;
- (4) a slight increase in term loan to \$0.98 million in FY2015 from \$0.96 million in FY2014; and
- (5) a slight increase in the provision of income tax of \$0.59 million in FY2015 compared to \$0.54 million in FY2014.

8.12 Non-Current Liabilities:

The decrease in non-current liabilities by 29.2% or \$1.14 million to \$2.77 million in FY2015 from \$3.91 million in FY2014 was due to repayment of secured term loans and finance leases.

8.13 Working Capital (Net Current Assets):

The Group's working capital increased by 7.0% or \$1.32 million to \$20.22 million in FY2015 from \$18.90 million in FY2014. This was mainly due to the increase in cash and bank



balances.

8.14 Consolidated Statement of Cash Flows:

The Group's net cash generated from operating activities was an inflow of \$9.38 million in FY2015 as compared to the inflow of \$2.96 million in FY2014. The increase in inflow was mainly due to cash generated from working capital.

Net cash used in investing activities of \$3.00 million was mainly due to the purchases of plant and equipment during the financial year.

Net cash used in financing activities of \$2.86 million was mainly used in payment of dividend and repayment of term loans and finance leases.

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 disclosed to shareholders previously.

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.

In view of significant drop in oil prices in recent months and the volatility in US Dollars and Malaysian Ringgit currencies, the Group expects market conditions to remain challenging. In view of this, the Group will continue to keep up its marketing efforts as well as cost management.

11. Dividend
(a) Current Financial Period Reported On

Any dividend declared for the current financial year reported on? **Yes**

Name of Dividend : First and final dividend
Dividend : Cash
Dividend amount per share: 3.0 cents per ordinary share (one tier exempt dividend)
Tax Rate : Tax exempt

(b) Corresponding Period of the Immediately Preceding Financial Year

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

Name of Dividend : First and final dividend
Dividend : Cash
Dividend amount per share: 0.70 cent per ordinary share (one tier exempt dividend)
Tax Rate : Tax exempt

(c) Date payable

**LHT HOLDINGS LIMITED** (Company Registration No198003094E)

Address: 27 Sungei Kadut Street 1 Singapore 729335 Tel: (65) 62697890 Fax: (65) 63674907 Email: enquiry@lht.com.sg URL: www.lht.com.sg

Subject to shareholders' approval at the Annual General Meeting to be held on 29 April 2016, the dividend will be paid on 26 May 2016.

(d) Books closure date

Registrable Transfers received by the Company's Registrar, B.A.C.S Private Limited, at 63 Cantonment Road Singapore 089758, up to 5.00 p.m. on 17 May 2016 will be registered before entitlements to the proposed dividend are determined. The Register of Transfer and the Register of Members of the Company will be closed on 18 May 2016 for the preparation of dividend warrants.

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

Not applicable.

13. Segmented revenue and results for business or geographical 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.**By Business Segment**

	Pallet / Packaging		Timber Related Products		Technical Wood® Products		Pallet Rental and Others		Elimination		Consolidated	
	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Sales to external customers	42,259	38,136	3,223	3,522	409	2,133	5,941	4,215	-	-	51,832	48,006
Inter-segment sales	13,924	12,570	1,084	1,150	614	1,258	575	8	(16,197)	(14,986)	-	-
Total revenue	56,183	50,706	4,307	4,672	1,023	3,391	6,516	4,223	(16,197)	(14,986)	51,832	48,006
Segment results	3,906	1,237	306	1,743	113	1,001	1,382	348	(949)	(489)	4,758	3,840
Finance cost	-	-	-	-	-	-	-	-	-	-	(95)	(114)
Profit before income tax	-	-	-	-	-	-	-	-	-	-	4,663	3,726
Income tax expenses	-	-	-	-	-	-	-	-	-	-	(838)	(718)
Profit for the financial year	-	-	-	-	-	-	-	-	-	-	3,825	3,008
Segment assets	34,223	29,300	2,177	1,613	6,841	8,728	18,592	21,730	(7,716)	(7,583)	54,117	53,788
Unallocated assets	-	-	-	-	-	-	-	-	-	-	53	93
Total assets											54,170	53,881
Segment liabilities	9,438	9,686	657	-	1,768	2,000	736	810	(6,370)	(6,181)	6,229	6,315
Unallocated liabilities	-	-	-	-	-	-	-	-	-	-	3,820	4,624
Total Liabilities											10,049	10,939
Other segment information												
Capital expenditures	390	1,081	78	-	1,235	457	1,543	1,769	(15)	(27)	3,231	3,280

**LHT HOLDINGS LIMITED** (Company Registration No198003094E)

Address: 27 Sungei Kadut Street 1 Singapore 729335 Tel: (65) 62697890 Fax: (65) 63674907 Email: enquiry@lht.com.sg URL::www.lht.com.sg

Deprecation	1,788	1,054	159	-	323	790	1,314	1,652	(44)	(43)	3,540	3,453
Gain on disposal of property, plant and equipment	-	-	-	-	-	-	(22)	(74)	-	-	(22)	(74)
Fair value gain on investment property	-	-	-	-	-	-	-	(250)	-	-	-	(250)
Amortisation	-	-	-	-	-	-	-	(29)	-	-	-	(29)
Net reversal of allowance for obsolete stock	19	-	-	(112)	59	-	4	-	-	-	82	(112)

By Geographical Location

	Singapore		Malaysia and Others		Consolidation	
	2015	2014	2015	2014	2015	2014
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Sales to external customers	49,971	43,418	1,861	4,588	51,832	48,006
Location of non-current assets						
Non-current assets	21,425	22,289	5,196	5,659	26,621	27,948

14. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.**14.1 By Business Segments**

- (a) Please refer to para 8.01 for turnover contributions.
- (b) The segment results showed that the pallet and packaging business increased by 215.3% or \$2.67 million from \$1.24 million in FY2014 to \$3.91 million in FY2015 due to increased turnover in this segment. Timber trading decreased by 82.2% or \$1.43 million from \$1.74 million to \$0.31 million due to market competition. Technical Wood® products and others decreased by 89.0% or \$0.89 million from \$1.00 million to \$0.11 million due to higher maintenance works in FY2015. This is offset by an increase in the results for pallet rental business by 294.3% or \$1.03 million from \$0.35 million to \$1.38 million due to higher demand in the pallet rental business.

14.2 By Geographical Location

The sales for Singapore location increased by 15.1% or \$6.55 million from \$43.42 million in FY2014 to \$49.97 million in FY2015 mainly due to strong market demand. For Malaysia and other locations, the sales decreased 59.5% or \$2.73 million from \$4.59 million for FY2014 to \$1.86 million for FY2015 as these locations are increasingly being used to support growth in Holding company's sales.

**LHT HOLDINGS LIMITED** (Company Registration No198003094E)

Address: 27 Sungei Kadut Street 1 Singapore 729335 Tel: (65) 62697890 Fax: (65) 63674907 Email: enquiry@lht.com.sg URL::www.lht.com.sg

15. A breakdown of sales.

	Group		
	FY2015	FY2014	Change
	S\$'000	S\$'000	(%)
Sales reported for the first half year	25,749	22,453	14.7
Operating profit after tax	2,133	936	127.9
Sales reported for the second half year	26,083	25,553	2.1
Operating profit after tax	1,692	2,072	(18.3)

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

	Latest Full Year S\$'000	Previous Full Year S\$'000
Ordinary – First and Final Dividend	1,597	1,491
Preference	-	-
Total:	1,597	1,491

17. Interested Person Transactions.

Name of Interested Person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
Hwee Wong Transport Trading Pte Ltd ("HWT")	HWT is providing transport services to the Company. \$1,093,467	0
Total	\$1,093,467	0



For interested person transactions above, no shareholders' mandate pursuant to Rule 920 has been obtained. There were no transactions with interested person as defined in the SGX's Listing Manual for the financial year ended 31 December 2014 that exceeded the stipulated threshold.

18. Undertakings from directors and executive officers

In view of the latest guideline from the Exchange in relation to Rule 720 (1) of the SGX-ST Listing Manual, the Company has procured signed undertakings from all its directors and executive officers based on the latest revised form of Appendix 7.7 of the SGX-ST Listing Manual, which will replace and supersede the undertakings previously signed by the directors and executive officers.

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

Pursuant to Rule 704(13) of the Listing Manual, we append below the persons occupying managerial positions who are related to a director, chief executive officer or substantial shareholder.

Name	Age	Family Relationship with any director and/or Substantial Shareholders	Current position and duties, and the year position was first held	Details of changes in duties and position held, if any, during the year
Neo Kah Seng	52	Brother of Neo Koon Boo (Managing Director, Substantial Shareholder)	Plant Manager - Wood Recycling Overseeing the operation and maintenance of the Wood Waste Recycling Plant 1st January 2005	No Change
Kok Chee Chuen	60	Nephew of Neo Koon Boo (Managing Director, Substantial Shareholder)	Production Manager - Case and Packaging Responsible for the operation of case and packaging department September 2005	No Change



LHT HOLDINGS LIMITED (Company Registration No198003094E)

Address: 27 Sungei Kadut Street 1 Singapore 729335 Tel: (65) 62697890 Fax: (65) 63674907 Email: enquiry@lht.com.sg URL::www.lht.com.sg

Billy Neo Kian Wee	43	Son of Neo Koon Boo (Managing Director, Substantial Shareholder)	Appointed as Manager of overseas market development section 19th January 2004	No Change
Sally Yap Mei Yen	52	Sister of Yap Mui Kee (Executive Director, Substantial Shareholder)	Appointed as Alternate Director to Yap Mui Kee on 20th July 1998 Corporate Secretary of LHT Holdings Limited Secretary to Board of Directors and Board Committees and Personal Assistant to Managing Director 1st July 2000 Appointed as Corporate Secretary of LHT Ecotech Resources Pte Ltd (subsidiary) on 9th July 2008. Appointed as Supervisor of LHT Ecotech Resources (Tianjin) Co. Ltd on 11 December 2012 Appointed as Corporate Secretary of Kim Hiap Lee Co. (Pte) Ltd and LHT Marketing Pte Ltd (subsidiaries) on 23 May 2014	No Change
Yap Mei Lan	47	Sister of Yap Mui Kee (Executive Director, Substantial Shareholder)	Senior Sales Manager Responsible for supervision of the sales department as well as attending to sales inquiries. 1st July 2007	No Change
Tay Kee Kuang	43	Nephew of Neo Koon Boo (Managing Director, Substantial Shareholder)	Appointed as Sales & Admin Assistant Manager of Siri Belukar Packaging Sdn Bhd	No Change



LHT HOLDINGS LIMITED (Company Registration No198003094E)

Address: 27 Sungei Kadut Street 1 Singapore 729335 Tel: (65) 62697890 Fax: (65) 63674907 Email: enquiry@lht.com.sg URL::www.lht.com.sg

			(subsidiary company) in 1994 Appointed as Director of Lian Hup Packaging Industries Sdn Bhd (subsidiary company) on 15th January 1997 Discharge the duties of a director in the subsidiary company and overseeing the whole company.	
Yeo Wen Torng	55	Spouse of Yap Mui Kee (Executive Director, Substantial Shareholder)	Appointed as ECR-RFID Project Manager of Kim Hiap Lee Company (Pte) Limited (subsidiary company) on 1st May 2008. Overseeing the operational activities of ECR and RFID projects.	No Change

BY ORDER OF THE BOARD

Yap Mui Kee
Executive Director

26 February 2016