Company Registration No. 200407031R

ARTIVISION TECHNOLOGIES LTD.

UNAUDITED RESULTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2016

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, Canaccord Genuity Singapore Pte. Ltd. ("**Sponsor**"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("**SGX-ST**"). The Sponsor has not independently verified the contents of this announcement.

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

The contact person for the Sponsor is Ms Goh Mei Xian, Associate Director, Corporate Finance, Canaccord Genuity Singapore Pte. Ltd. at 77 Robinson Road #21-02 Singapore 068896, telephone (65) 6854 6160.

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

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	3 Months			12 Months		
	1 Jan 2016 to 31 Mar 2016	1 Jan 2015 to 31 Mar 2015	+/-	1 Apr 2015 to 31 Mar 2016	1 Apr 2014 to 31 Mar 2015	+/-
	(Unaudited)	(Unaudited)		(Unaudited)	(Audited)	
	S$'000	S$'000	%	S$'000	S$'000	%
Revenue	3,824	2,015	90	11,349	8,048	41
Cost of sales	(3,450)	(1,307)	164	(9,390)	(5,028)	87
Gross profit	374	708	(47)	1,959	3,020	(35)
Gross profit margin	10%	35%		17%	38%	
Other (expenses) - net	(1,211)	(2,044)	(41)	(3,275)	(2,006)	63
Other gain - net	1,019	157	549	3,807	285	N.M.
Distribution expenses	(519)	(342)	52	(1,945)	(1,007)	93
Administrative expenses	(1,725)	(1,167)	48	(5,678)	(4,022)	41
Other operating expenses (including research and development expenses)	(742)	(523)	42	(2,632)	(1,721)	53
Share of loss of a joint venture	(43)	(149)	(71)	(43)	(149)	(71)
Loss before income tax	(2,847)	(3,360)	(15)	(7,807)	(5,600)	39
Income tax expense	-	-	-	-	-	-
Net loss for the period/year	(2,847)	(3,360)	(15)	(7,807)	(5,600)	39
Other comprehensive loss:						
Item that may be reclassified subsequently to profit or loss:						
Currency translation differences arising from consolidation – Gains/ (Losses)	47	43	9	(266)	88	N.M.
Total comprehensive loss	(2,800)	(3,317)	(16)	(8,073)	(5,512)	46

N.M. – not meaningful

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

(i) Loss for the period/year is arrived at after (charging)/crediting the following:

	3 Months			12 Months		
	1 Jan 2016 to 31 Mar 2016	1 Jan 2015 to 31 Mar 2015	+/-	1 Apr 2015 to 31 Mar 2016	1 Apr 2014 to 31 Mar 2015	+/-
	(Unaudited)	(Unaudited)		(Unaudited)	(Audited)	
	S$'000	S$'000	%	S$'000	S$'000	%
Depreciation of property, plant and equipment	(160)	(156)	3	(651)	(556)	17
Amortisation of intangible assets	(67)	(72)	(7)	(264)	(261)	1
Allowance for inventories obsolescence	(1)	-	N.M.	(15)	-	N.M.
Loss on disposal of property, plant and equipment	(13)	-	N.M.	(12)	-	N.M.
Property, plant and equipment written off	-	(-*)	N.M.	-	(-*)	N.M.
Other (expenses)/income – net						
Interest income from bank and fixed deposits	3	2	50	8	15	(47)
Interest expenses on convertible loan	(588)	-	N.M.	(2,284)	-	N.M.
Interest expenses on bonds	(634)	-	N.M.	(1,049)	-	N.M.
Loss on share exchange (available-for-sale financial asset)	-	(2,056)	N.M.	-	(2,056)	N.M.
Impairment loss on non-trade debts to a joint venture	-	(6)	N.M.	-	(6)	N.M.
Other operating income	8	16	(50)	50	41	22
	(1,211)	(2,044)	(41)	(3,275)	(2,006)	63
Other gains – net						
Fair value changes on financial derivative instruments	1,062	-	N.M.	3,844	-	N.M.
Foreign exchange (losses)/gains - net	(43)	157	N.M.	(37)	285	N.M.
	1,019	157	549	3,807	285	N.M.

N.M. – not meaningful
** - Amount less than S$1,000*

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.

STATEMENT OF FINANCIAL POSITION

	Group		Company	
	31 Mar 2016 (Unaudited) S$'000	31 Mar 2015 (Audited) S$'000	31 Mar 2016 (Unaudited) S$'000	31 Mar 2015 (Audited) S$'000
ASSETS				
Current assets				
Cash and cash equivalents	3,469	1,945	974	1,268
Available-for-sale financial asset	613	613	613	613
Trade and other receivables	3,941	874	4,428	4,226
Other current assets	4,695	734	120	105
Inventories	288	447	-	11
	13,006	**4,613**	**6,135**	**6,223**
Non-current assets				
Other receivables	-	-	11,986	-
Available-for-sale financial asset	-*	-*	-*	-*
Investments in subsidiaries	-	-	1,316	1,316
Investment in a joint venture	-	-	-	-
Property, plant and equipment	3,136	3,995	9	28
Intangible assets	705	927	2	-
	3,841	**4,922**	**13,313**	**1,344**
Total assets	**16,847**	**9,535**	**19,448**	**7,567**
LIABILITIES				
Current liability				
Trade payables and other liabilities	3,609	1,119	870	367
Loans from shareholder	2,750	-	2,750	-
Convertible loan	3,852	-	3,852	-
Bonds payable	7,496	-	7,496	-
Derivative financial instruments	327	-	327	-
	18,034	**1,119**	**15,295**	**367**
Non-current liabilities				
Loans from shareholder	-	2,750	-	2,750
Total liabilities	**18,034**	**3,869**	**15,295**	**3,117**
NET (LIABILITIES)/ASSETS	**(1,187)**	**5,666**	**4,153**	**4,450**
EQUITY				
Capital and reserves attributable to equity holders of the Company				
Share capital	51,402	50,731	51,402	50,731
Other reserves	2,901	2,618	3,091	2,542
Accumulated losses	(55,490)	(47,683)	(50,340)	(48,823)
Total equity	**(1,187)**	**5,666**	**4,153**	**4,450**

** - Amount less than S$1,000*

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

Amount repayable in one (1) year or less, or on demand

	As at 31 Mar 2016 (Unaudited)		As at 31 Mar 2015 (Audited)	
	Secured	Unsecured	Secured	Unsecured
	S$'000	S$'000	S$'000	S$'000
Loans from shareholder	-	2,750	-	-
Convertible loan	-	3,852	-	-
Bonds payable	-	7,496	-	-

Amount repayable after one (1) year

	As at 31 Mar 2016 (Unaudited)		As at 31 Mar 2015 (Audited)	
	Secured	Unsecured	Secured	Unsecured
	S$'000	S$'000	S$'000	S$'000
Loans from shareholder	-	-	-	2,750

Details of any collateral

Not applicable, as there is no collateral on the Group's borrowings.

The loans from shareholder are interest-free and unsecured. As announced on 18 March 2016, the shareholder, Algotech Holdings Ltd ("**Algotech**") has agreed that the entire amount of S$2.75 million shall be set off against (i) the entire subscription monies payable by Algotech for an aggregate of 83,208,066 Rights Shares; and (ii) a portion of the subscription monies payable by Mr Soh Sai Kiang Philip for an aggregate of 27,181,666 Rights Shares. The Rights Issue is expected to be completed on 18 May 2016.

Convertible loan bears interest at 15% per annum and is unsecured and repayable in one lump sum on 16 April 2017. The loan can be converted into a maximum of 42,462,845 shares (the "**Conversion Shares**") in the Company at a conversion price of US$0.0942 per Conversion Share between 17 April 2015 and 16 April 2017.

Bonds payable refer to bonds comprising the following:

a) an aggregate principal amount of S$4,000,000, which is interest-free, unsecured and repayable in one lump sum on 21 September 2016; and
b) an aggregate principal amount of S$4,500,000, which bears interest at 15% per annum, is unsecured and repayable in one lump sum on 30 December 2016.

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

	12 months ended 31 Mar 2016 (Unaudited) S$'000	12 months ended 31 Mar 2015 (Audited) S$'000
Cash flows from operating activities		
Net loss	(7,807)	(5,600)
Adjustments for		
- Amortisation of intangible assets	264	261
- Depreciation of property, plant and equipment	651	556
- Unrealised currency translation losses	53	67
- Interest income	(8)	(15)
- Interest expense on convertible loan	2,284	-
- Interest expense on bond	1,049	-
- Fair value changes on derivative financial instruments	(3,844)	-
- Loss on disposal of property, plant and equipment	12	-
- Allowance for inventories obsolescence	15	-
- Loss on share exchange (available-for-sale financial asset)	-	2,056
- (Write-back)/Impairment loss on non-trade debts to a joint venture	(30)	6
- Share of loss of a joint venture	43	149
- Share-based compensation expenses	1,220	432
	(6,098)	(2,088)
Change in working capital:		
- Inventories	107	(122)
- Trade and other receivables	(3,181)	159
- Other current assets	(3,905)	(375)
- Trade payables and other liabilities	2,144	(62)
Cash used in operations	(10,933)	(2,488)
Interest received	8	15
Income tax refund/(paid)	4	(2)
Net cash used in operating activities	(10,921)	(2,475)
Cash flows used in investing activities		
Additions to property, plant and equipment	(170)	(1,270)
Additions to intangible assets	(44)	(39)
Sales proceeds on disposal of property, plant and equipment	23	-
Net cash used in investing activities	(191)	(1,309)
Cash flows from financing activities		
Proceeds from new share options granted	-	-*
Proceeds from the renounceable and partially underwritten Rights Shares	-	3,303
Proceeds from issuance of bonds	7,700	-
Proceeds from exercise of share options	-	4
Interest paid	(413)	-
Share issue expenses	-	(315)
Loans to a joint venture	-	(200)
Proceeds from convertible loan	5,386	-
Net cash from financing activities	12,673	2,792
Net increase/(decrease) in cash and cash equivalents	**1,561**	**(992)**
Cash and cash equivalents		
Beginning of financial year	1,945	2,931
Effects of currency translation on cash and cash equivalents	(37)	6
End of financial year	**3,469**	**1,945**

** Amount less than S$1,000*

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

Group	Share capital	Currency translation reserve	Share option reserve	Capital reserve	Accumulated losses	Total attributable to equity holders of the Company
	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000
(Audited)						
Balance as at 1 April 2014	45,964	(12)	2,112	-*	(42,083)	5,981
Total comprehensive loss for the year	–	88	-	-	(5,600)	(5,512)
Value of employee services received for issue of share options	-	-	432	-	-	432
Share options exercised	6	-	(2)	-	-	4
Renounceable and partially underwritten Rights Issue	5,076	-	-	-	-	5,076
Share issue expenses	(315)	-	-	-	-	(315)
Proceeds from new share options granted	-	-	-*	-	-	-*
Balance as at 31 March 2015	50,731	76	2,542	-*	(47,683)	5,666
(Unaudited)						
Balance as at 1 April 2015	50,731	76	2,542	-*	(47,683)	5,666
Total comprehensive loss for the year	-	(266)	-	-	(7,807)	(8,073)
Value of employee services received for issue of share options and share awards	-	-	1,220	-	-	1,220
Issue of new shares pursuant to employee share award scheme	671	-	(671)	-	-	-
Balance as at 31 March 2016	51,402	(190)	3,091	-*	(55,490)	(1,187)

* *Amount less than S$1,000*

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 (continued).

STATEMENT OF CHANGES IN EQUITY

Company	Share capital	Share-based compensation reserve	Capital reserve	Accumulated losses	Total equity
	S$'000	S$'000	S$'000	S$'000	S$'000
(Unaudited)					
Balance as at 1 April 2014	45,964	2,112	-*	(37,440)	10,636
Total comprehensive loss for the year	-	-	-	(11,383)	(11,383)
Value of employee services received for issue of share options	-	432	-	-	432
Share options exercised	6	(2)	-	-	4
Renounceable and partially underwritten Rights Issue	5,076	-	-	-	5,076
Share issue expenses	(315)	-	-	-	(315)
Proceeds from new share options granted	-	-*	-	-	-*
Balance as at 31 March 2015	50,731	2,542	-*	(48,823)	4,450
(Unaudited)					
Balance as at 1 April 2015	50,731	2,542	-*	(48,823)	4,450
Total comprehensive loss for the year	-	-	-	(1,517)	(1,517)
Value of employee services received for issue of share options and share awards	-	1,220	-	-	1,220
Issue of new shares pursuant to employee share award scheme	671	(671)	-	-	-
Balance as at 31 March 2016	51,402	3,091	-*	(50,340)	4,153

* *Amount less than S$1,000*

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 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.

	Number of Shares	Share Capital
		S$'000
Issued and fully paid ordinary shares		
Balance at 1 January 2016	899,627,918	51,402
Nil	-	-
Balance at 31 March 2016	899,627,918	51,402

The total number of shares in the capital of the Company ("**Shares**") that may be issued on conversion of all the outstanding convertibles of the Company as at 31 March 2016 was 199,347,267 (31 March 2015: 76,933,000), comprising the following:-

(a) Employee share options and employee share awards

As at 31 March 2016, the total number of outstanding employee share options and employee share awards were 37,853,000 and 34,050,000 respectively (31 March 2015: 41,233,000 and NIL respectively).

(b) 2013 Call Option Shares

On 28 September 2013, the Company entered into subscription agreements ("**2013 Subscription Agreements**") to allot and issue 35,700,000 new Shares at a price of S$0.12222 per Share (the "**2013 Placement**") to provide funds for the settlement of all unpaid construction costs for Colibri Assembly (Thailand) Co., Ltd's existing factory in Thailand and the balance thereof for its working capital. The 2013 Placement was completed on 16 October 2013. Pursuant to the 2013 Subscription Agreements, the Company had granted options to each subscriber to subscribe an aggregate of 35,700,000 additional Shares ("**2013 Call Option Shares**") at S$0.12222 for each 2013 Call Option Share (the "**2013 Call Options**"). The value of the 2013 Call Options has been recognised within the share capital. As at 27 September 2015, none of the 2013 Call Options was exercised and accordingly, the 2013 Call Options expired on the same date.

(c) Conversion Shares and APRIL Option Shares

On 17 April 2015, the Company entered into a convertible loan agreement (the "**Loan Agreement**") with NCL Housing Pte. Ltd. (the "**Lender**"), pursuant to which the Lender agreed to grant the Company loans of up to US$4,000,000 in principal amount (the "**Convertible Loan**"), convertible into such number of new Shares (the "**Convertible Shares**") at a conversion price of US$0.0942 for each Convertible Share. The Convertible Loan was fully drawn down in April 2015. Pursuant to the Loan Agreement, the Company has granted the Lender the right to subscribe for such number of new Shares (the "**APRIL Option Shares**") at an exercise price of US$0.0942 for each APRIL Option Share, subject to a maximum subscription amount of approximately US$2,000,000 (the "**APRIL Options**"). As at 31 March 2016, none of the APRIL Options was exercised. The APRIL Options will expire on 16 April 2017.

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 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. (continued)

(d) SEPTEMBER Option Shares

On 22 September 2015, the Company entered into a subscription agreement (the "**SEPTEMBER Subscription Agreement**") with Mr Ho Kok Fi John (the "**First Subscriber**") and Mr Lim Chye Huat @ Bobby Lim Chye Huat (the "**Second Subscriber**") (together, the "**SEPTEMBER Subscribers**"), pursuant to which the SEPTEMBER Subscribers agreed to subscribe for bonds in aggregate principal amount of S$4.0 million to be issued by the Company ("**SEPTEMBER Bonds**") at a subscription price of 80% of the principal amount of the SEPTEMBER Bonds ("**SEPTEMBER Issuance of Bonds**"). In connection with the SEPTEMBER Issuance of Bonds, the Company had, on the same day, entered into an option deed with the SEPTEMBER Subscribers, pursuant to which the Company granted the SEPTEMBER Subscribers a total of 30,000,000 share options ("**SEPTEMBER Options**") (of which 22,500,000 SEPTEMBER Options were granted to the First Subscriber and 7,500,000 SEPTEMBER Options were granted to the Second Subscriber), with each SEPTEMBER Option carrying the right to subscribe for one new Share ("**SEPTEMBER Option Share**") at the exercise price of S$0.10 for each SEPTEMBER Option Share. As at 31 March 2016, none of the SEPTEMBER Options was exercised. The SEPTEMBER Options will expire on 21 September 2017.

(e) DECEMBER Option Shares

On 31 December 2015, the Company entered into a subscription agreement (the "**DECEMBER Subscription Agreement**") with Mr Low See Ching ("**Mr Low**") and Ms Poh Chew Hua Christine ("**Ms Poh**") (together, the "**DECEMBER Subscribers**"), pursuant to which the DECEMBER Subscribers agreed to subscribe for bonds in aggregate principal amount of S$4.5 million to be issued by the Company ("**DECEMBER Bonds**") at a subscription price of 100% of the principal amount of the DECEMBER Bonds ("**DECEMBER Issuance of Bonds**"). In connection with the DECEMBER Issuance of Bonds, the Company had, on the same day, entered into an option deed (the "**DECEMBER Option Deed**") with the DECEMBER Subscribers, pursuant to which the Company granted the DECEMBER Subscribers a total of 33,750,000 share options ("**DECEMBER Options**") (of which 18,750,000 DECEMBER Options were granted to Mr Low and 15,000,000 DECEMBER Options were granted to Ms Poh), with each DECEMBER Option carrying the right to subscribe for one new Share ("**DECEMBER Option Share**") at the exercise price of S$0.10 for each DECEMBER Option Share. As at 31 March 2016, none of the DECEMBER Options was exercised. The DECEMBER Options will expire on 30 December 2017.

The Company did not have any 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.

	As at 31 March 2016	As at 31 March 2015
Number of issued shares	899,627,918	888,427,918

The Company did not have any 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.

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 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 preparation of the financial statements for the current financial reporting period as those applied in the preparation of the audited financial statements for the financial year ended 31 March 2015.

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

Not applicable.

6. Loss 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:

(a) Basic loss per share based on the weighted average number of ordinary shares on issue; and

Basic loss per share is calculated by dividing the net loss attributable to equity holders of the Company by the weighted average number of ordinary shares outstanding during the financial year.

	3 Months		12 Months	
	1 Jan 2016 to 31 Mar 2016	1 Jan 2015 to 31 Mar 2015	1 Apr 2015 to 31 Mar 2016	1 Apr 2014 to 31 Mar 2015
Net loss attributable to equity holders of the Company (S$'000)	2,847	3,360	7,807	5,600
Weighted average number of ordinary shares outstanding to compute basic loss per share	899,627,918	888,427,918	892,283,656	873,803,249
Basic loss per share (S$ cents)	0.32	0.38	0.87	0.64

(b) Diluted loss per share on a fully diluted basis (detailing any adjustments made to the earnings)

For the purpose of calculating diluted loss per share, net loss attributable to equity holders of the Company and the weighted average number of ordinary shares in issue are adjusted for the dilutive effects of potential ordinary share issues.

The Company had four categories of potentially dilutive ordinary shares, namely share options, share awards, convertible loan and call options as at 31 March 2016 (31 March 2015: One category of potentially dilutive ordinary shares, namely share options).

For share options and share awards, the weighted average number of shares in issue has been adjusted as if all dilutive share options were exercised. The number of shares that could have been issued upon the exercise of all dilutive share options less the number of shares that could have been issued at fair value (determined as the Company's average share price for the financial year) for the same total proceeds is added to the denominator as the number of shares issued for no consideration. No adjustment is made to the net loss.

6. Loss 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: (continued)

Diluted loss per share attributable to equity holders of the Company is calculated as follows:

	3 Months		12 Months	
	1 Jan 2016 to 31 Mar 2016	1 Jan 2015 to 31 Mar 2015	1 Apr 2015 to 31 Mar 2016	1 Apr 2014 to 31 Mar 2015
Net loss used to determine diluted loss per share (S$'000)	2,847	3,360	7,807	5,600
Weighted average number of ordinary shares outstanding for basic loss per share	899,627,918	888,427,918	892,283,656	873,803,249
Adjustment for				
- Share options	-	3,486,517	1,818,011	3,258,207
	899,627,918^	891,914,435^	894,101,667^	877,061,456^

The following share options were excluded from the diluted weighted average number of ordinary share calculation as their effect would have been anti-dilutive:

Date of grant of options	As at 31 March 2016	As at 31 March 2015
20 July 2010	Expired	720,000
23 June 2011	8,990,000	8,990,000
23 December 2011	4,563,000	4,563,000
22 August 2012	6,620,000	6,620,000
28 September 2013	Expired	35,700,000
22 April 2014	9,081,530	Nil
17 April 2015	63,694,267	Not Applicable
22 September 2015	30,000,000	Not Applicable
31 December 2015	33,750,000	Not Applicable

^ In the current financial year, although the options granted were dilutive in nature, the diluted loss per share was computed based on the weighted average number of shares of 899,627,918 shares (31 March 2015: 888,427,918) for the 3 months ended 31 March 2016 and 892,283,656 shares (31 March 2015: 873,803,249) for the 12 months ended 31 March 2016 as the Group had incurred losses.

	3 Months		12 Months	
	1 Jan 2016 to 31 Mar 2016	1 Jan 2015 to 31 Mar 2015	1 Apr 2015 to 31 Mar 2016	1 Apr 2014 to 31 Mar 2015
Diluted loss per share (S$ cents)	0.32	0.38	0.87	0.64

The average market value of the Company's shares for purposes of calculating the dilutive effect of share options was based on quoted market prices for the year during which the options were outstanding.

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	
	As at 31 March 2016	As at 31 March 2015	As at 31 March 2016	As at 31 March 2015
Net (liability)/asset value per ordinary share (S$ cents)	(0.13)	0.64	0.46	0.50

Net (liability)/asset value per ordinary share is calculated based on 899,627,918 shares in issue as at 31 March 2016 (888,427,918 shares in issue as at 31 March 2015).

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.

GROUP FINANCIAL PERFORMANCE

Consolidated Statement of Comprehensive Income

Revenue for the 12 months ended 31 March 2016 ("**FY 2016**") increased to S$11.35 million from S$8.05 million for the previous corresponding 12 months ended 31 March 2015 ("**FY 2015**"). This was driven mainly by the Group's Media Solutions business, where revenue rose to S$3.66 million in FY 2016 from S$0.01 million in FY 2015. The Media Solutions business accounted for approximately 32% of the Group's total revenue for FY 2016, up from a corresponding 1.3% share of the Group's total revenue for FY 2015.

The Group's Contract Manufacturing subsidiary, Colibri Assembly (Thailand) Co., Ltd ("**CAT**"), generated S$7.69 million in revenue in FY 2016, as compared to S$7.93 million in FY 2015. It accounted for approximately 68% of the Group's total revenue for FY 2016.

The Group recorded a fair-value gain of S$3.84 million (recorded as "**other gain**") on derivative financial instruments for FY 2016, arising from foreign currency convertible loan and bonds. The gain was partially offset by foreign exchange losses of S$0.04 million in FY 2016 compared to foreign exchange gains of S$0.29 million in FY 2015.

The Group incurred net other expenses of S$3.28 million in FY 2016 compared to S$2.01 million in FY 2015. This increase was mainly due to interest expenses of S$2.28 million from the Convertible Loan, interest expenses of S$1.05 million from the SEPTEMBER Bonds and DECEMBER Bonds. There was no loss on share exchange on available-for-sale financial assets recorded in FY 2016 compared to a loss of S$2.06 million in FY 2015.

The aggregate distribution, administrative and other operating expenses for FY 2016 increased by S$3.51 million as compared to FY 2015. This was mainly due to the increases in:

1. overall payroll of S$1.71 million mainly due to an increased in headcount resulting from increased activities for the Media Solutions business;
2. professional fees of approximately S$0.52 million mainly relating to legal fees and software sub-contractors for the Media Solutions business;
3. share-based compensation expenses of S$0.79 million due to the grant of Shares under the Artivision Share Award Scheme on 13 November 2015 and 18 December 2015;

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. (continued)

Consolidated Statement of Comprehensive Income (continued)

4. advertising, marketing and media promotion expenses of approximately S$0.38 million to kick start the Media Solutions business; and
5. overall operating expenses such as rental, utilities, office supplies, and depreciation and amortisation expenses of approximately of S$0.11 million.

Gross profit margin declined to 17% in FY 2016 from 38% in FY 2015, due mainly to the followings:

1. loss of S$0.74 million incurred for the Media Solutions business;
2. higher unabsorbed fixed manufacturing overheads at CAT, including depreciation and direct labour

Due to the factors above, the Group incurred a net loss of S$7.81 million in FY 2016, as compared to a net loss of S$5.60 million in FY 2015.

Statement of Financial Position

Current assets increased to S$13.01 million as at 31 March 2016 from S$4.61 million as at 31 March 2015, mainly due to increases of S$1.52 million in cash and cash equivalents, S$3.07 million in trade and other receivables, and S$3.97 million in other current assets. The overall increase was partially offset by a decrease of S$0.16 million in inventories.

Cash and cash equivalents increased to S$3.47 million as at 31 March 2016 from S$1.95 million as at 31 March 2015. This was mainly due to an aggregate of proceeds of approximately S$13.09 million received from the Convertible Loan, the SEPTEMEBER Bonds and the DECEMBER Bonds, partially offset by the use of S$10.92 million in funds for the Group's operating activities, payment of S$0.41 million in interest, and purchase of property, plant and equipment of S$0.17 million.

Trade and other receivables increased to S$3.94 million as at 31 March 2016 from S$0.87 million as at 31 March 2015, mainly due to an increase of S$3.21 million in trade receivables for the Media Solutions business, partially offset by a decrease of S$0.10 million in trade receivables and S$0.04 million in other receivables for the Contract Manufacturing business. The increase in trade receivables for the Media Solutions business was in line with its higher revenue.

Other current assets increased to S$4.70 million as at 31 March 2016 from S$0.73 million as at 31 March 2015, mainly due to an increase of S$3.92 million in prepayments from the Media Solutions business as advance payment to publishers for the purchase of media video viewership and other prepayments of S$0.05 million.

Inventories decreased to S$0.29 million as at 31 March 2016 from S$0.45 million as at 31 March 2015.

Non-current assets decreased to S$3.84 million as at 31 March 2016 from S$4.92 million as at 31 March 2015, mainly due to a decrease of S$0.86 million in property, plant and equipment and S$0.22 million in intangible assets.

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. (continued)

Statement of Financial Position (continued)

Property, plant and equipment decreased to S$3.14 million as at 31 March 2016 from S$4.00 million as at 31 March 2015, mainly due to depreciation charges of S$0.65 million. The decrease was partially offset by the addition of office equipment, furniture and fittings by CAT and Artimedia Technologies Ltd. ("**Artimedia**").

Intangible assets decreased to S$0.71 million as at 31 March 2016 from S$0.93 million as at 31 March 2015, mainly due to amortisation charges of S$0.26 million, which were partially offset by the addition of computer software by Artimedia.

Current liabilities increased to S$18.03 million as at 31 March 2016 from S$1.12 million as at 31 March 2015, mainly due to an increase of S$2.49 million in trade payables and accruals, loans of S$2.75 million from a shareholder, a convertible loan of S$3.85 million, bonds payable of S$7.50 million and derivative financial instruments of S$0.33 million. Trade payables and accruals rose to S$3.61 million as at 31 March 2016 from S$1.12 million as at 31 March 2015, mainly due to an increase in trade payables and accruals for the Media Solutions business.

The loans from shareholder was reclassified as a current liability from non-current liability, due to the agreement with Algotech that the entire amount shall be set off against the entire subscription monies payable by Algotech for an aggregate of 83,208,066 Rights Shares and a portion of the subscription monies payable by Mr Soh Sai Kiang Philip for an aggregate of 27,181,666 Rights Shares, as announced on 18 March 2016.

The Convertible Loan of S$3.85 million and its corresponding derivative financial instruments of S$0.09 million, which are embedded in the Convertible Shares and APRIL Option Shares, are accounted for in the Group's current liabilities. Pursuant to the Loan Agreement, the Lender is able to convert the Convertible Loan into Convertible Shares once the Convertible Loan has been fully drawn down till the maturity date on 16 April 2017 and the Lender has the right to subscribe for APRIL Option Shares before the maturity date on or before 16 April 2017.

Bonds payable of S$7.50 million and their corresponding derivative financial instruments of S$0.24 million are option shares and recorded as current liabilities. Pursuant to the subscription agreements, the subscribers of the SEPTEMBER Bonds and the DECEMBER Bonds have the right to subscribe for the option shares before the respective 21 September 2017 and 30 December 2017 maturity dates.

The Group had no non-current liability as at 31 March 2016 (S$2.75 million as at 31 March 2015) due to reclassification to current liability.

The Group had net current liabilities of S$5.03 million, mainly due to the following:

- the Convertible Loan of S$3.85 million and its corresponding derivative financial instruments of S$0.09 million repayable after 12 months on 16 April 2017 were classified as current liabilities because the Lender has the right to convert the Convertible Loan and its corresponding derivative financial instruments into APRIL Option Shares any time before the maturity date on or before 16 April 2017; and
- reclassification of loans from shareholder, Algotech from non-current to current liabilities due to agreement with Algotech that the entire S$2.75 million loan shall be offset against the entire subscription monies payable by Algotech and a portion of the subscription monies payable by Mr Soh Sai Kiang Philip to subscribe for their respective Rights Shares entitlements.

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. (continued)

Statement of Financial Position (continued)

The Group had negative equity of S$1.19 million as at 31 March 2016, as compared to total equity of S$5.67 million as at 31 March 2015, mainly due to accumulated losses recorded in FY 2016.

The Company had, on 18 March 2016, announced a renounceable non-underwritten rights issue of five rights shares for every six existing ordinary shares in the capital of the Company. Under the minimum subscription scenario assuming only the undertaking shareholders subscribe for their respective rights shares and no other shareholder subscribes for any rights shares, total net proceeds of S$6.84 million will be raised. This would bring the Group's equity to a positive position.

Consolidated Statement of Cash Flows

Net cash used in operating activities for FY 2016 was S$10.92 million, mainly due to losses incurred by the Group and the advance payment for the purchase of media video viewership from publishers in Israel for the Media Solutions business. Net cash used in investing activities for FY 2016 was S$0.19 million due to the addition of property, plant and equipment and intangible assets for CAT and Artimedia. Net cash from financing activities for FY 2016 was S$12.67 million mainly due to proceeds from the Convertible Loan, the SEPTEMBER Bonds and the DECEMBER Bonds.

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

(i) Media Solutions Business

Since January 2015, Artimedia has been working with leading news and entertainment portals in Israel to promote their videos to advertisers. These publishers collectively account for the vast majority of the online premium-content video market in the country. With Artimedia's technology, advertisers are able to serve advertisements ("**ads**") in these videos based on viewers' behavioural profile and Internet-usage habits.

As seen from the FY 2016 results, Artimedia has made major inroads into Israel's online video advertising market, driving the Group's full-year revenue to its highest since Artivision's public listing in 2008. In seeking to further expand the Media Solutions business, Artimedia will make its technology available to advertisers to serve ads on television in Israel.

As announced on 15 April 2016, Artimedia will develop, in consultation with a global advertising agency ("**Counterparty**"), a programmatic TV buying system to enable advertisers to use specific audience data to plan and execute TV advertising campaigns. Under this pilot programme, advertisers will also be able to synchronise ads across TV, desktop computers and mobile devices to reach consumers who are accustomed to using multiple devices at the same time.

This pilot programme is expected to generate up to 20 million Israeli Shekels (approximately S$7.2 million) in revenue over a period of time to be agreed and shared between Artimedia and the Counterparty. Three of Israel's leading TV network operators – Keshet Broadcasting Ltd, Reshet and Channel 10 Ltd – have agreed to participate in the pilot programme.

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. (continued)

(i) Media Solutions Business (continued)

Barring any unforeseen circumstances, revenue from the Media Solutions business is expected to increase further in the quarters ahead as Artimedia continues to make progress in Israel.

(ii) Contract Manufacturing Business

CAT, which the Group acquired in December 2013, remains cashflow-positive and will continue to account for a substantial portion of the Group's revenue in the quarters ahead. The Group will focus on streamlining operations at CAT to further boost productivity and to contain costs.

11. Dividends.

Not applicable.

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

No dividend has been declared or recommended.

13. Use of proceeds

a) Proceeds from the SEPTEMBER Bonds

Net proceeds from the SEPTEMBER Bonds (which was subscribed on 22 September 2015 pursuant to the SEPTEMBER Subscription Agreement) amounted to approximately S$3.2 million ("**SEPTEMBER Bonds Proceeds**").

As announced on 23 March 2016, the SEPTEMBER Bonds proceeds have been fully utilised as follows:

	S$'million
Amount utilised as advance payment for purchase of media video viewership from publisher in Israel	0.42
Payment to publishers for media video viewership consumed	0.18
Working capital for FY 2016	
- Distribution expenses	0.74
- Administrative expenses	1.15
- Other operating expenses	0.71
Total utilised	3.20

b) Proceeds from the DECEMBER Bonds

Net proceeds from the DECEMBER Bonds (which was subscribed on 31 December 2015 pursuant to the DECEMBER Subscription Agreement) amounted to approximately S$4.5 million ("**DECEMBER Bonds proceeds**").

13. Use of proceeds

b) Proceeds from the DECEMBER Bonds (continued)

As announced on 23 March 2016, the DECEMBER Bonds proceeds have been fully utilised as follows:

	S$'million
Amount utilised as advance payment for purchase of media video viewership from publisher in Israel	2.41
Payment to publishers for media video viewership consumed	0.89
Working capital for FY 2016	
- Administrative expenses	1.19
- Other operating expenses	0.01
Total utilised	4.50

The use of the SEPTEMBER Bonds proceeds and the DECEMBER Bonds proceeds is in accordance with the intended use as stated in the respective announcements.

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

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

The Group has three reportable segments, as described below, which are the Group's strategic business units. The strategic business units offer different products and services, and are managed separately because they require different technology and marketing strategies. For each of the strategic business units, the Group's Chairman and Executive Directors (the chief operating decision maker) will review internal management reports on a quarterly basis. The following summary describes the operations in each of the Group's reportable segments:

(a) Video Management Equipment and Solutions: includes supply of intelligent monitoring system, software licensing and maintenance.
(b) Media Solutions: includes the rendering of video monetisation services to advertisers and publishers, whereby advertisements are delivered in and around video content.
(c) Contract Manufacturing Business: includes contract manufacturing of disk drive technology products.

Information regarding the results of each reportable segment is included below. Performance is measured based on segment profit before income tax, as included in the internal management reports that are reviewed by the Group's Chairman and Executive Directors. Segment profit is used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries.

15. 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 statement, with comparative information for the immediately preceding year. (continued)

The segment information provided to the Chairman and Executive Directors for the reportable segments are as follows:

Business segments

	Video Management Equipment and Solutions		Media Solutions		Contract Manufacturing Business		Total	
	2016 S$'000	2015 S$'000	2016 S$'000	2015 S$'000	2016 S$'000	2015 S$'000	2016 S$'000	2015 S$'000
Segment revenue	1	16	3,656	105	7,692	7,927	11,349	8,048
Reportable segment loss before income tax	(502)	(436)	(5,803)	(2,939)	412	902	(5,893)	(2,473)
Other material non-cash items:								
Depreciation of property, plant and equipment	-*	3	41	27	586	501	627	531
Amortisation of intangible assets	-	-	6	6	257	255	263	261
Assets and liabilities:								
Reportable segment assets	29	32	9,566	1,139	5,539	6,350	15,134	7,521
Reportable segment liabilities	128	154	2,452	343	295	420	2,875	917
Other segment information:								
Capital expenditure of property, plant and equipment	-	-	84	37	81	1,233	165	1,270
Capital expenditure of intangible assets	-	-	30	-*	9	39	39	39

**** Amount less than S$1,000***

(a) Reconciliations

(i) Segment loss

A reconciliation of reportable segment revenues and profit or loss is as follows:

	2016 S$'000	2015 S$'000
Revenues		
Total revenue for reportable segments	11,349	8,048
Consolidated revenue	11,349	8,048
Profit or loss		
Total profit or loss for reportable segments	(5,893)	(2,473)
Unallocated amounts:		
- Distribution expenses	(8)	(4)
- Administrative expenses	(2,174)	(1,177)
- Other operating expenses	(213)	(190)
- Other expenses – net	(3,326)	(1,756)
- Other gains	3,807	-
Consolidated loss before income tax	(7,807)	(5,600)

15. 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 statement, with comparative information for the immediately preceding year. (continued)

(ii) Segment assets

The amounts provided to the Chairman and Executive Directors with respect to total assets are measured in a manner consistent with that of the financial statements. For the purposes of monitoring segment performance and allocating resources between segments, the Chairman and Executive Directors monitor the property, plant and equipment, intangible assets, inventories, receivables and operating cash attributable to each segment. All assets are allocated to reportable segments other than cash and cash equivalents, available-for-sale financial asset, property, plant and equipment, other receivables such as interest receivables, corporate services and other current assets such as prepayments, deposits and advances to employees and suppliers.

Segment assets are reconciled to total assets as follows:

	2016 S$'000	2015 S$'000
Segment assets for reportable segments	15,134	7,521
Unallocated:		
Cash and cash equivalents	974	1,268
Other current assets	118	105
Property, plant and equipment	8	28
Available-for-sale financial assets	613	613
Consolidated total assets	16,847	9,535

(iii) Segment liabilities

The amounts provided to the Chairman and Executive Directors with respect to total liabilities are measured in a manner consistent with that of the financial statements. These liabilities are allocated based on the operations of the segment. All liabilities are allocated to the reportable segments other than accrued professional fees such as audit fees, tax fees, secretarial fees, advance payments from share option holders, accrued shared payroll expenses and directors' fees.

Segment liabilities are reconciled to total liabilities as follows:

	2016 S$'000	2015 S$'000
Segment liabilities for reportable segments	2,875	917
Unallocated:		
Trade payables and other liabilities	734	202
Loans from shareholder	2,750	2,750
Convertible loan	3,852	-
Bonds payable	7,496	-
Derivative financial instruments	327	-
Consolidated total liabilities	18,034	3,869

(b) Geographical information

The Group's three business segments operate primarily in two main geographical areas. In Asia, where the Company is located, the areas of operation of the Group are principally video management equipment and solutions and contract manufacturing business.

15. 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 statement, with comparative information for the immediately preceding year. (continued)

The main activities in Europe, Middle East and Africa ("**EMEA**") consist of media solutions business.

The following table presents revenue information by geographical areas for the financial years ended 31 March 2016 and 2015.

	Segment revenue		Non-current assets	
	2016 S$'000	2015 S$'000	2016 S$'000	2015 S$'000
Asia	7,693	7,943	3,723	4,873
EMEA	3,656	105	118	49
	11,349	8,048	3,841	4,922

16. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.

Please refer to Section 8.

17. A breakdown of sales as follows:

Group	2016 S$'000	2015 S$'000	% Change + / -
First Half			
Revenue reported for the first half-year	4,276	4,024	6
Loss reported for the first half-year	(2,411)	(1,499)	61
Second Half			
Revenue reported for the second half-year	7,073	4,024	76
Loss reported for the second half-year	(5,396)	(4,101)	32

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

Not applicable.

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(11) 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, CEO 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
Mr Benedict Soh Kim Hock	52	Brother-in-law of Mr Philip Soh (Chairman and substantial shareholder of the Company).	General Manager and Director of CAT since 16 December 2013. He overseas the operation of CAT.	No Change

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

The Company confirms that all the required undertakings under the Rule 720(1) of the Catalist Rules have been obtained from its Directors and Executive Officers in the format set out in Appendix 7H of the Catalist Rules.

BY ORDER OF THE BOARD

Philip Soh
Non-Executive Chairman
25 May 2016

Kenneth Goh
Executive Director and Chief Executive Officer