

The Straits Trading Company Limited (Company Registration No. : 188700008D)
Third Quarter and Nine Months Financial Statements Announcement for the Period Ended 30 September 2015

**PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (1Q, 2Q & 3Q),
 HALF-YEAR AND FULL YEAR RESULTS**

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

The unaudited results for the 3rd quarter and nine months ended 30 September 2015 are as follow:

GROUP	Note	3rd Quarter (3Q) Ended 30 September			Nine Months (9M) Ended 30 September		
		2015 \$'000	2014 \$'000	+ / (-) %	2015 \$'000	2014 \$'000	+ / (-) %
<u>Continuing operations</u>							
<u>Revenue</u>							
Tin mining and smelting revenue		195,786	206,981	(5.4)	507,132	539,319	(6.0)
Property revenue		3,313	5,265	(37.1)	7,192	16,323	(55.9)
Total revenue		199,099	212,246	(6.2)	514,324	555,642	(7.4)
<u>Other items of income/(loss)</u>							
Dividend income	A	7,198	2,812	156.0	18,145	4,835	275.3
Interest income		3,025	1,415	113.8	7,643	3,617	111.3
Fair value changes in investment properties		-	(6,997)	(100.0)	294	(8,029)	NM
Fair value changes in financial assets	B	(8,878)	(2,033)	336.7	(15,086)	(2,500)	503.4
Other income/(loss)	C	(6,016)	241	NM	(4,964)	(2,810)	76.7
		194,428	207,684	(6.4)	520,356	550,755	(5.5)
<u>Other items of expense</u>							
Employee benefits expense		(5,865)	(7,199)	(18.5)	(19,902)	(21,495)	(7.4)
Depreciation expense		(803)	(729)	10.2	(2,428)	(2,164)	12.2
Amortisation expense		(168)	(202)	(16.8)	(530)	(517)	2.5
Impairment losses		-	(37)	(100.0)	-	(37)	(100.0)
Costs of tin mining and smelting	D	(170,214)	(195,600)	(13.0)	(469,401)	(497,084)	(5.6)
Finance costs	E	(4,423)	(16,960)	(73.9)	(11,268)	(25,924)	(56.5)
Other expenses		(5,136)	(6,747)	(23.9)	(15,080)	(21,447)	(29.7)
Exchange gains/(losses)	F	(13,731)	1,066	NM	(16,700)	(1,932)	764.4
Total expenses		(200,340)	(226,408)	(11.5)	(535,309)	(570,600)	(6.2)
Share of results of associates and joint ventures	G	4,809	2,652	81.3	12,239	12,509	(2.2)
Profit/(Loss) before tax from continuing operations		(1,103)	(16,072)	(93.1)	(2,714)	(7,336)	(63.0)
Income tax expense	H	(4,035)	(1,872)	115.5	(1,644)	(5,690)	(71.1)
Profit/(Loss) after tax from continuing operations		(5,138)	(17,944)	(71.4)	(4,358)	(13,026)	(66.5)

NM – Not Meaningful

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

The unaudited results for the 3rd quarter and nine months ended 30 September 2015 are as follow (cont'd):

GROUP	Note	3rd Quarter (3Q) Ended 30 September			Nine Months (9M) Ended 30 September		
		2015 \$'000	2014 \$'000	+ / (-) %	2015 \$'000	2014 \$'000	+ / (-) %
Discontinued operations							
Loss after tax from discontinued operations	I	-	-	NM	-	(7,704)	(100.0)
Profit/(Loss) for the period		(5,138)	(17,944)	(71.4)	(4,358)	(20,730)	(79.0)
Attributable to:							
Owners of the Company							
Profit/(Loss) after tax from continuing operations		(7,048)	(18,524)	(62.0)	(2,805)	(16,431)	(82.9)
Loss after tax from discontinued operations		-	-	NM	-	(1,962)	(100.0)
Profit/(Loss) for the period attributable to owners of the Company		(7,048)	(18,524)	(62.0)	(2,805)	(18,393)	(84.7)
Non-controlling interests							
Profit/(Loss) after tax from continuing operations		1,910	580	229.3	(1,553)	3,405	NM
Loss after tax from discontinued operations		-	-	NM	-	(5,742)	(100.0)
Profit/(Loss) for the period attributable to non-controlling interests		1,910	580	229.3	(1,553)	(2,337)	(33.5)

NM – Not Meaningful

Notes to the Income Statement:

- (A) Dividend income in 2015 was higher mainly due to increase in marketable securities.
- (B) These were related to mark-to-market losses from marketable securities.
- (C) Other loss in 2015 was mainly from marketable securities sold.
- (D) In light of the higher closing tin price in terms of Malaysian Ringgit (“RM”) at 30 September 2015, the unfavourable inventory valuation adjustment made previously against the carrying value of tin inventory was fully reversed in 3Q2015.
- (E) Finance costs in 3Q2014 included one-off costs for the buy-back of medium term notes.
- (F) The exchange losses in 2015 were a result of the movements of US Dollar against the RM on the net US Dollar liabilities of the resources operations.

Notes to the Income Statement (cont'd):

- (G) The share of results in 2015 was mainly from ARA Asset Management Limited (“ARA”), Far East Hospitality Holdings Pte. Ltd. (“FEHH”) and two newly acquired funds, namely Greater Tokyo Office Fund (Jersey) L.P. and ARA Harmony Fund III, L.P..
- (H) The tax expense for 2015 was mainly due to certain non-tax deductible expenses.
- (I) Discontinued operations in 2014 were related to results of resources subsidiaries which were sold in June 2014.

1(a)(ii) Statement of comprehensive income for the 3rd quarter and nine months ended 30 September 2015.

GROUP	3rd Quarter (3Q) Ended 30 September		Nine Months (9M) Ended 30 September	
	2015	2014	2015	2014
	\$'000	\$'000	\$'000	\$'000
Profit/(Loss) after tax	(5,138)	(17,944)	(4,358)	(20,730)
Item that will not be reclassified to profit or loss:				
Share of revaluation surplus on property, plant and equipment of associates	1,630	3	1,901	1,016
Items that may be reclassified subsequently to profit or loss:				
Net fair value changes in available-for-sale investment securities	(22,985)	(5,331)	(46,480)	3,754
Net fair value changes in cash flow hedges	(5,294)	(1,242)	(4,288)	(129)
Currency translation reserve	(10,187)	(322)	(17,373)	9,562
Share of reserves of associates and joint ventures	(11,161)	(2,274)	(15,271)	(384)
Reversal of fair value changes on investment securities re-designated as marketable securities	-	-	-	1,050
Other comprehensive income/(expenses) after tax for the period	(47,997)	(9,166)	(81,511)	14,869
Total comprehensive income/(expenses) for the period	(53,135)	(27,110)	(85,869)	(5,861)
Total comprehensive income/(expenses) attributable to:				
Owners of the Company	(47,963)	(26,482)	(74,526)	(6,296)
Non-controlling interests	(5,172)	(628)	(11,343)	435
	(53,135)	(27,110)	(85,869)	(5,861)
Total comprehensive income/(expenses) attributable to:				
Owners of the Company				
Total comprehensive income/(expenses) after tax from continuing operations	(47,963)	(26,482)	(74,526)	(10,137)
Total comprehensive income after tax from discontinued operations	-	-	-	3,841
Total comprehensive income/(expenses) for the period attributable to owners of the Company	(47,963)	(26,482)	(74,526)	(6,296)

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.

Balance sheets as at 30 September 2015

	Note	GROUP		Note	COMPANY	
		30 Sep 2015	31 Dec 2014		30 Sep 2015	31 Dec 2014
		\$'000	\$'000		\$'000	\$'000
Assets						
Non-current assets						
Property, plant and equipment		29,579	35,737		185	244
Investment properties	1	626,728	399,763		46,935	53,135
Goodwill		17,129	20,247		–	–
Other intangible assets		6,596	7,650		–	–
Subsidiaries		–	–		208,737	209,737
Associates and joint ventures	2	502,855	428,192		2,708	2,708
Deferred tax assets		3,191	1,550		–	–
Other non-current receivables	3	64,444	2,263	1a	60,000	–
Investment securities		193,183	202,488		–	–
Other non-current assets	4	961	75,626		–	–
Total non-current assets		1,444,666	1,173,516		318,565	265,824
Current assets						
Assets/Disposal group classified as held for sale	5	–	46,836		–	–
Development properties for sale		68	237		–	–
Inventories		95,295	96,085		–	–
Income tax receivables		2,812	1,368		–	26
Prepayments and accrued income		2,627	1,365		83	1
Trade and other receivables		121,957	113,827	2a	897,524	558,079
Marketable securities	6	185,515	78,699		–	–
Derivative financial instruments		1,335	–		–	–
Cash and short-term deposits		192,363	480,170	3a	15,224	387,410
Total current assets		601,972	818,587		912,831	945,516
Total assets		2,046,638	1,992,103		1,231,396	1,211,340
Equity and liabilities						
Equity						
Share capital		568,968	568,968		568,968	568,968
Retained earnings		768,314	787,375		78,904	89,069
Other reserves	7	(73,067)	(1,596)	4a	(19,915)	(8,174)
Reserve of disposal group classified as held for sale		–	250		–	–
Equity attributable to owners of the Company		1,264,215	1,354,997		627,957	649,863
Non-controlling interests		68,734	50,901		–	–
Total equity		1,332,949	1,405,898		627,957	649,863
Non-current liabilities						
Provisions		3,401	3,916		–	–
Deferred tax liabilities		4,388	6,051		2,641	3,291
Borrowings	8	371,334	243,276		–	–
Derivative financial instruments		1,050	181		–	–
Other non-current liabilities		373	320		–	–
Total non-current liabilities		380,546	253,744		2,641	3,291

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.

Balance sheets as at 30 September 2015 (cont'd)

	<u>Note</u>	<u>GROUP</u>		<u>Note</u>	<u>COMPANY</u>	
		30 Sep 2015	31 Dec 2014		30 Sep 2015	31 Dec 2014
		\$'000	\$'000		\$'000	\$'000
<u>Current liabilities</u>						
Liabilities directly associated with disposal group classified as held for sale		–	27		–	–
Provisions		23,972	28,134		19,309	23,477
Income tax payable		1,850	1,682		459	199
Trade and other payables	9	145,141	77,480	5a	581,030	534,510
Borrowings	10	155,008	222,996		–	–
Derivative financial instruments		7,172	2,142		–	–
Total current liabilities		333,143	332,461		600,798	558,186
Total liabilities		713,689	586,205		603,439	561,477
Total equity and liabilities		2,046,638	1,992,103		1,231,396	1,211,340

Notes to Balance Sheets:

Group

Non-current assets

- (1) The increase in investment properties was due to acquisition of an office building in Melbourne and reclassification of the retail mall in Chongqing, China.
- (2) The increase in associates and joint ventures was mainly due to the 40% stake in ARA Harmony Fund III, L.P. and 47.5% stake in Greater Tokyo Office Fund (Jersey) L.P..
- (3) The increase in other non-current receivables was mainly due to loan made to an associate.
- (4) The decrease in other non-current assets was primarily due to reclassification of the retail mall in Chongqing, China to investment properties.

Current assets

- (5) This was related to investment properties and assets of a subsidiary where the sales have been completed in 2015.
- (6) The increase in marketable securities was due to purchase of listed securities.

Equity

- (7) The loss in other reserves increased mainly due to decrease in the value of long term securities.

Notes to Balance Sheets (cont'd):

Group (cont'd)

Non-current liabilities

(8) The increase in borrowings was mainly due to drawdown of bank loans.

Current liabilities

(9) The increase in trade and other payables was mainly due to higher volume of transactions during the quarter.

(10) The decrease in borrowings was mainly due to repayment of bank loans.

Company

Non-current assets

(1a) Other non-current receivables for a loan made to an associate.

Current assets

(2a) The increase in trade and other receivables was related to intercompany advances to subsidiaries.

(3a) The decrease in cash and short-term deposits was mainly due to net intercompany advances to subsidiaries.

Equity

(4a) The loss in other reserves was due to translation loss from foreign operations.

Current liabilities

(5a) The increase in trade and other payables was mainly related to intercompany advances.

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

As at 30/09/2015		As at 31/12/2014	
Secured \$'000	Unsecured \$'000	Secured \$'000	Unsecured \$'000
52,246	102,762	80,004	142,992

Amount repayable after one year:

As at 30/09/2015		As at 31/12/2014	
Secured \$'000	Unsecured \$'000	Secured \$'000	Unsecured \$'000
371,334	–	219,030	24,246

Details of any collaterals:

Secured borrowings are generally secured by mortgages on the subsidiaries' properties or other assets.

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 cash flow statement for the 3rd quarter and nine months ended 30 September 2015

	3 rd Quarter (3Q) Ended 30 September		Nine Months (9M) Ended 30 September	
	2015 \$'000	2014 \$'000	2015 \$'000	2014 \$'000
Cash flows from operating activities				
Loss before tax from continuing operations	(1,103)	(16,072)	(2,714)	(7,336)
Loss before tax from discontinued operations	–	–	–	(7,704)
Loss before tax	(1,103)	(16,072)	(2,714)	(15,040)
Adjustments				
Depreciation of property, plant and equipment	803	729	2,428	2,196
Amortisation of intangible assets	168	202	530	517
Dividend income	(7,198)	(2,812)	(18,145)	(4,835)
Interest income	(3,025)	(1,415)	(7,643)	(3,617)
Finance costs	4,423	16,960	11,268	25,924
Currency realignment	9,332	(458)	1,594	2,855
Fair value changes in investment properties and financial assets	8,878	9,030	14,792	10,529
Net (gain)/loss on disposal of property, plant and equipment, investment properties and subsidiaries	(1)	(1)	(765)	10,392
(Favourable)/unfavourable valuation adjustment on tin inventory	(12,800)	2,254	(1,073)	2,254
Impairment of investment securities	–	37	–	37
Provision for liabilities	–	51	–	3,800
(Write back)/provision for employee benefits and receivables	(4)	42	19	1,977
Share of results of equity-accounted associates and joint ventures	(4,809)	(2,652)	(12,239)	(12,509)
Operating cash flows before changes in working capital	(5,336)	5,895	(11,948)	24,480
Decrease/(Increase) in development properties for sale	108	1	169	(14)
(Increase)/Decrease in inventories	(2,717)	6,461	(14,799)	6,436
Increase in marketable securities	(42,792)	(26,844)	(122,329)	(50,949)
Increase in trade and other receivables	(11,378)	(10,724)	(10,780)	(53,254)
Increase/(Decrease) in trade and other payables	53,187	(4,793)	51,409	(7,136)
Cash flow used in operations	(8,928)	(30,004)	(108,278)	(80,437)
Income taxes paid	(402)	(4,696)	(5,461)	(12,241)
Payment of finance costs	(4,079)	(15,947)	(10,449)	(24,984)
Interest received	3,168	842	6,915	1,911
Dividend income	4,652	155	10,705	155
Net cash flows used in operating activities	(5,589)	(49,650)	(106,568)	(115,596)

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 cash flow statement for the 3rd quarter and nine months ended 30 September 2015 (cont'd)

	3 rd Quarter (3Q) Ended 30 September		Nine Months (9M) Ended 30 September	
	2015 \$'000	2014 \$'000	2015 \$'000	2014 \$'000
<u>Cash flows from investing activities</u>				
Proceeds from disposal of property, plant and equipment and investment properties	6	9,001	43,046	17,511
Cost incurred on property, plant and equipment	(256)	(2,383)	(1,677)	(4,898)
Cost incurred on investment properties	(133,175)	–	(195,987)	(4,190)
Proceeds from disposal of investment securities	–	457	–	47,287
Purchase of investment securities	(2,537)	(19,965)	(38,924)	(180,887)
Investment in associates	(84,401)	–	(84,401)	–
Shareholder's loan to an associate	–	(11,910)	–	(11,910)
Increase in deferred mine development and exploration expenditure and other intangible assets	(150)	(591)	(642)	(1,292)
Net cash outflow on acquisition of a subsidiary	–	(97)	–	(186)
Net cash inflow from sale of subsidiaries	–	–	53,030	208
Proceeds from partial return of capital from an associate	–	–	–	877
Dividend income from investment securities, associates and joint ventures	6,453	6,135	16,386	24,124
Net cash flows used in investing activities	(214,060)	(19,353)	(209,169)	(113,356)
<u>Cash flows from financing activities</u>				
Dividends paid to shareholders	–	–	(16,324)	(16,324)
Loan from a non-controlling shareholder of a subsidiary	–	–	–	20,950
Loan to an associate	–	–	(60,000)	–
(Repayment)/Drawdown of short-term borrowings	(4,863)	24,333	(5,336)	67,059
Drawdown of long-term borrowings	74,558	220,000	150,142	220,000
Repayment of long-term borrowings	(1,682)	(226,916)	(67,358)	(230,775)
Net proceeds from issuance of shares by subsidiaries to non-controlling shareholders	14,744	2,100	29,244	2,100
Net cash flows from financing activities	82,757	19,517	30,368	63,010
Net decrease in cash and cash equivalents	(136,892)	(49,486)	(285,369)	(165,942)
Effect of exchange rate changes on cash and cash equivalents	(4,207)	(536)	(6,940)	263
Cash and cash equivalents, beginning balance	333,462	158,697	484,672	274,354
Cash and cash equivalents, ending balance	192,363	108,675	192,363	108,675

Notes to the Cash Flow Statement:

(i) Third Quarter and Nine Months

Net cash outflow from operating activities for 3Q2015 and 9M2015 was mainly from purchase of marketable securities.

Net cash outflow from investing activities for 3Q2015 and 9M2015 was mainly due to payment for investment properties in Chongqing and Melbourne, as well as investment in ARA Harmony Fund III, L.P. and Greater Tokyo Office Fund (Jersey) L.P..

Net cash inflow from financing activities for 3Q2015 and 9M2015 was mainly due to drawdown of borrowings and proceeds from shares issued by subsidiaries to non-controlling shareholders.

(ii) Significant non-cash transactions

There were no material non-cash transactions other than those disclosed in the cash flow statement.

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.

Statements of changes in equity for the period ended 30 September 2015

GROUP

	Total Equity	Equity attributable to owners of the Company	Share capital	Retained earnings	AFS reserve	Hedging reserve	Revaluation reserve	Translation reserve	Reserve of disposal group classified as held for sale	Non- controlling interests
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Opening balance at 1 January 2015	1,405,898	1,354,997	568,968	787,375	19,102	(1,367)	8,034	(27,365)	250	50,901
Total comprehensive income/(expenses) for the period	(85,869)	(74,526)	–	(2,805)	(51,585)	(2,474)	1,901	(19,267)	(296)	(11,343)
<u>Contributions by and distributions to owners</u>										
Dividend on ordinary shares	(16,324)	(16,324)	–	(16,324)	–	–	–	–	–	–
Contribution of capital by non-controlling interests	29,244	–	–	–	–	–	–	–	–	29,244
Total contributions by and distributions to owners	12,920	(16,324)	–	(16,324)	–	–	–	–	–	29,244
<u>Changes in ownership interests in subsidiaries</u>										
Dilution of ownership interests in subsidiaries that do not result in a loss of control	–	68	–	68	–	–	–	–	–	(68)
Total changes in ownership interests in subsidiaries	–	68	–	68	–	–	–	–	–	(68)
Total transactions with owners in their capacity as owners	12,920	(16,256)	–	(16,256)	–	–	–	–	–	29,176
<u>Others</u>										
Reserve attributable to disposal group classified as held for sale	–	–	–	–	–	–	–	(46)	46	–
Total others	–	–	–	–	–	–	–	(46)	46	–
Closing balance at 30 September 2015	1,332,949	1,264,215	568,968	768,314	(32,483)	(3,841)	9,935	(46,678)	–	68,734

Statements of changes in equity for the period ended 30 September 2015 (cont'd)

GROUP (cont'd)

	Total Equity \$'000	Equity attributable to owners of the Company \$'000	Share capital \$'000	Retained earnings \$'000	AFS reserve \$'000	Hedging reserve \$'000	Revaluation reserve \$'000	Translation reserve \$'000	Reserve of disposal group classified as held for sale \$'000	Non- controlling interests \$'000
Opening balance at 1 January 2014	1,352,243	1,316,585	568,968	784,145	(6,924)	(363)	1,893	(25,901)	(5,233)	35,658
Total comprehensive income/(expenses) for the period	(5,861)	(6,296)	–	(18,393)	5,388	(226)	1,016	270	5,649	435
<u>Contributions by and distributions to owners</u>										
Dividend on ordinary shares	(16,324)	(16,324)	–	(16,324)	–	–	–	–	–	–
Contribution of capital by non-controlling interests	2,100	–	–	–	–	–	–	–	–	2,100
Total contributions by and distributions to owners	(14,224)	(16,324)	–	(16,324)	–	–	–	–	–	2,100
Total transactions with owners in their capacity as owners	(14,224)	(16,324)	–	(16,324)	–	–	–	–	–	2,100
<u>Others</u>										
Reserve attributable to disposal group classified as held for sale	–	–	–	–	–	–	–	(511)	511	–
Sale of disposal group classified as held for sale	7,940	–	–	927	–	–	–	–	(927)	7,940
Sale of a subsidiary	–	–	–	41	–	–	(41)	–	–	–
Acquisition of a subsidiary	117	–	–	–	–	–	–	–	–	117
Total others	8,057	–	–	968	–	–	(41)	(511)	(416)	8,057
Closing balance at 30 September 2014	1,340,215	1,293,965	568,968	750,396	(1,536)	(589)	2,868	(26,142)	–	46,250

Statements of changes in equity for the period ended 30 September 2015 (cont'd)

COMPANY

	Total equity \$'000	Equity attributable to owners of the Company \$'000	Share capital \$'000	Retained earnings \$'000	Revaluation reserve \$'000	Translation reserve \$'000
Opening balance at 1 January 2015	649,863	649,863	568,968	89,069	208	(8,382)
Total comprehensive income/(expenses) for the period	(5,582)	(5,582)	–	6,159	–	(11,741)
<u>Contributions by and distributions to owners</u>						
Dividend on ordinary shares	(16,324)	(16,324)	–	(16,324)	–	–
Total transactions with owners in their capacity as owners	(16,324)	(16,324)	–	(16,324)	–	–
Closing balance at 30 September 2015	627,957	627,957	568,968	78,904	208	(20,123)

	Total equity \$'000	Equity attributable to owners of the Company \$'000	Share capital \$'000	Retained earnings \$'000	Revaluation reserve \$'000	Translation reserve \$'000
Opening balance at 1 January 2014	578,426	578,426	568,968	16,579	202	(7,323)
Total comprehensive income/(expenses) for the period	88,163	88,163	–	87,673	–	490
<u>Contributions by and distributions to owners</u>						
Dividend on ordinary shares	(16,324)	(16,324)	–	(16,324)	–	–
Total transactions with owners in their capacity as owners	(16,324)	(16,324)	–	(16,324)	–	–
Closing balance at 30 September 2014	650,265	650,265	568,968	87,928	202	(6,833)

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.

Not applicable.

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.

	30 September 2015	31 December 2014
Total number of ordinary shares in issue	408,095,772	408,095,772

There were no treasury shares as at 30 September 2015 and 31 December 2014.

1(d)(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.

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

These figures had not been audited or reviewed by the Company's auditors.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of 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.

Except as disclosed in item 5 below, the Group had applied the same accounting policies and methods of computation in the preparation of the financial statements for the current reporting period compared with the audited financial statements as at 31 December 2014.

The Group has acquired stakes in certain funds whereby control or significant influence has been established. As such, these funds have been accounted for as subsidiary or associates accordingly.

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.

The Group adopted the following new and revised Financial Reporting Standards ("FRS") that are effective for the financial period beginning 1 January 2015:

Amendments to FRS 19 Defined Benefit Plans: Employee Contributions
Improvements to FRSs (January 2014)
Improvements to FRSs (February 2014)

The Group does not expect any significant financial impact on its financial position or performance from the adoption of these FRSs.

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.

	3 rd Quarter (3Q) Ended 30 September		Nine Months (9M) Ended 30 September	
	2015	2014	2015	2014
Basic and diluted earnings/(loss) per share from continuing operations attributable to owners of the Company:	(1.7) cents	(4.5) cents	(0.7) cents	(4.0) cents
Basic and diluted earnings/(loss) per share for the period based on Group profit/(loss) attributable to owners of the Company:	(1.7) cents	(4.5) cents	(0.7) cents	(4.5) cents

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.

Net asset value per share based on
issued share capital at the end of:

	30 September 2015	31 December 2014
The Group	\$3.10	\$3.32
The Company	\$1.54	\$1.59

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.

The following tables summarise the 3Q2015 operating results by business segments and comparables for 3Q2014 and the 9M2015 operating results by business segments and comparables for 9M2014.

3Q2015 Operating Segment Results

	Resources	Real Estate (Note)	Hospitality (Note)	Others (Note)	Elimination	Consolidated
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Revenue						
External revenue	195,786	3,313	–	–	–	199,099
Inter-segment revenue	–	186	–	–	(186)	–
Total revenue	195,786	3,499	–	–	(186)	199,099
Segment results						
Operating profit/(loss)	10,210	(7,974)	(1,263)	(2,462)	–	(1,489)
Fair value changes in investment properties	–	–	–	–	–	–
Finance costs	(1,008)	(3,337)	–	(78)	–	(4,423)
Share of results of associates and joint ventures	402	4,242	165	–	–	4,809
Profit/(Loss) before tax	9,604	(7,069)	(1,098)	(2,540)	–	(1,103)
Income tax (expense)/credit	(2,913)	(960)	(57)	(105)	–	(4,035)
Profit/(Loss) after tax	6,691	(8,029)	(1,155)	(2,645)	–	(5,138)
Profit/(Loss) attributable to:						
Owners of the Company	3,491	(6,739)	(1,155)	(2,645)	–	(7,048)
Non-controlling interests	3,200	(1,290)	–	–	–	1,910
	6,691	(8,029)	(1,155)	(2,645)	–	(5,138)

3Q2014 Operating Segment Results

	Resources	Real Estate (Note)	Hospitality (Note)	Others (Note)	Elimination	Consolidated
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Revenue						
External revenue	206,981	5,265	–	–	–	212,246
Inter-segment revenue	–	15	–	–	(15)	–
Total revenue	206,981	5,280	–	–	(15)	212,246
Segment results						
Operating profit/(loss)	5,372	119	(240)	19	–	5,270
Fair value changes in investment properties	–	(6,997)	–	–	–	(6,997)
Impairment losses	(37)	–	–	–	–	(37)
Finance costs	(1,940)	(1,668)	–	(13,352)	–	(16,960)
Share of results of associates and joint ventures	(176)	5,665	(2,837)	–	–	2,652
Profit/(Loss) before tax	3,219	(2,881)	(3,077)	(13,333)	–	(16,072)
Income tax (expense)/credit	(1,751)	(141)	(86)	106	–	(1,872)
Profit/(Loss) after tax	1,468	(3,022)	(3,163)	(13,227)	–	(17,944)
Profit/(Loss) attributable to:						
Owners of the Company	658	(2,792)	(3,163)	(13,227)	–	(18,524)
Non-controlling interests	810	(230)	–	–	–	580
	1,468	(3,022)	(3,163)	(13,227)	–	(17,944)

Note:

Real Estate - This comprises the property portfolio, investments in Straits Real Estate Pte. Ltd. ("SRE"), Suntec REIT units and ARA Asset Management Limited ("ARA").

Hospitality - This comprises the investments in Far East Hospitality Holdings Pte. Ltd. ("FEHH") and Far East Hospitality Trust ("FEHT").

Others - This comprises Group-level corporate and treasury services.

9M2015 Operating Segment Results

	Resources	Real Estate (Note)	Hospitality (Note)	Others (Note)	Elimination	Consolidated
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Revenue						
External revenue	507,132	7,192	–	–	–	514,324
Inter-segment revenue	–	272	–	–	(272)	–
Total revenue	507,132	7,464	–	–	(272)	514,324
Segment results						
Operating profit/(loss)	4,703	(8,919)	(828)	1,065	–	(3,979)
Fair value changes in investment properties	–	294	–	–	–	294
Finance costs	(4,022)	(7,168)	–	(78)	–	(11,268)
Share of results of associates and joint ventures	535	10,462	1,242	–	–	12,239
Profit/(Loss) before tax	1,216	(5,331)	414	987	–	(2,714)
Income tax (expense)/credit	(1,694)	(2,181)	(169)	2,400	–	(1,644)
Profit/(Loss) after tax	(478)	(7,512)	245	3,387	–	(4,358)
Profit/(Loss) attributable to:						
Owners of the Company	(689)	(5,748)	245	3,387	–	(2,805)
Non-controlling interests	211	(1,764)	–	–	–	(1,553)
	(478)	(7,512)	245	3,387	–	(4,358)

9M2014 Operating Segment Results

	Resources	Real Estate (Note)	Hospitality (Note)	Others (Note)	Elimination	Consolidated
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Revenue						
External revenue	539,319	16,323	–	–	–	555,642
Inter-segment revenue	–	43	–	–	(43)	–
Total revenue	539,319	16,366	–	–	(43)	555,642
Segment results						
Operating profit/(loss)	10,969	2,311	(3,129)	(3,710)	–	6,441
Fair value changes in investment properties	–	(8,029)	–	–	–	(8,029)
Impairment losses	(37)	–	–	–	–	(37)
Finance costs	(5,044)	(2,369)	–	(18,511)	–	(25,924)
Share of results of associates and joint ventures	336	13,095	(922)	–	–	12,509
Profit/(Loss) before tax	6,224	5,008	(4,051)	(22,221)	–	(15,040)
Income tax (expense)/credit	(6,246)	(137)	(536)	1,229	–	(5,690)
Profit/(Loss) after tax	(22)	4,871	(4,587)	(20,992)	–	(20,730)
Profit/(Loss) attributable to:						
Owners of the Company	1,858	5,328	(4,587)	(20,992)	–	(18,393)
Non-controlling interests	(1,880)	(457)	–	–	–	(2,337)
	(22)	4,871	(4,587)	(20,992)	–	(20,730)

Note:

Real Estate - This comprises the property portfolio, investments in Straits Real Estate Pte. Ltd. ("SRE"), Suntec REIT units and ARA Asset Management Limited ("ARA").

Hospitality - This comprises the investments in Far East Hospitality Holdings Pte. Ltd. ("FEHH") and Far East Hospitality Trust ("FEHT").

Others - This comprises Group-level corporate and treasury services.

Group

Revenue

The Group reported lower revenue for 3Q2015 and 9M2015 as a result of lower property revenue and lower average tin price for the resources business.

Results

3Q2015 vs 3Q2014

For 3Q2015, the Group reported a loss after tax and non-controlling interests of \$7.0 million. The loss was mainly due to mark-to-market and disposal loss from marketable securities.

For 3Q2014, the loss was mainly due to costs relating to the buy back of medium term notes and fair value loss in residential investment properties.

9M2015 vs 9M2014

For 9M2015, the Group reported a loss after tax and non-controlling interests of \$2.8 million. The loss was mainly due to (a) foreign exchange loss from resources business and (b) mark-to-market and disposal loss from marketable securities.

For 9M2014, the loss was mainly due to (a) the buy back of medium term notes, (b) fair value loss in residential investment properties, and (c) disposal and mark-to-market losses on Far East Hospitality Trust ("FEHT") units.

Resources

The Group's resources revenue for 3Q2015 and 9M2015 was impacted by the low average tin price compared with 2014.

The profit after tax and non-controlling interests of \$3.5 million for 3Q2015 was mainly due to the favourable valuation adjustment on tin inventory as a result of higher closing tin price in RM terms at the end of the quarter. This was reduced by higher foreign currency exchange losses.

The small loss for 9M2015 was mainly due to the higher foreign currency exchange losses.

Real Estate

The Group's real estate revenue for 3Q2015 and 9M2015 was lower compared with 3Q2014 and 9M2014 as there was no rental revenue from the Straits Trading Building after completion of the sale in December 2014.

For 3Q2015 and 9M2015, real estate operations reported a loss after tax and non-controlling interests of \$6.7 million and \$5.7 million respectively. This was mainly due to mark-to-market and disposal loss from marketable securities and no contribution from the Straits Trading Building.

In 3Q2015, Straits Real Estate acquired an office building in Melbourne, a 40% stake in ARA Harmony Fund III, L.P. and 47.5% stake in Greater Tokyo Office Fund (Jersey) L.P. and their results are included in this quarter. The bare-shell retail mall in Chongqing, China is undergoing asset enhancement works and is expected to be operational by third quarter 2016.

Hospitality

For 3Q2015, the loss after tax of \$1.2 million was mainly due to fair value loss on Far East Hospitality Holdings Trust (“FEHT”) units although operations at Far East Hospitality Holdings Pte. Ltd. (“FEHH”) was profitable.

For 9M2015, the profit after tax of \$0.2 million was from FEHH reduced by fair value loss on FEHT units.

The losses in 3Q2014 and 9M2014 were mainly from disposal and mark-to-market loss of FEHT units.

Others

The loss after tax of \$2.6 million for 3Q2015 was mainly due to mark-to-market loss from the Company’s separate trading portfolio.

Profit after tax for 9M2015 was \$3.4 million compared with a loss in 9M2014. This was mainly due to lower corporate costs and interest expense as well as higher interest income. The reversal of tax provisions relating to discontinued operations also contributed to the higher profit.

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

No prospect statement was disclosed in the second quarter 2015 financial results announcement made on 14 August 2015.

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

The Group’s 89.5% owned subsidiary, Straits Real Estate (“SRE”) now has a geographically diverse portfolio of investments across China, Malaysia, Japan and Australia spanning different real estate asset classes. The current volatile market conditions may be challenging but may also create potential opportunities to grow the real estate business.

The Group’s 30% owned hospitality arm, Far East Hospitality Holdings (“FEHH”) will continue to grow its businesses by increasing the number of management contracts, acquiring strategic assets and divesting properties to recycle capital for re-deployment towards higher yielding growth opportunities when appropriate.

Malaysia Smelting Corporation Berhad, the Group’s 54.8% owned resources arm will continue to be impacted by tin price and foreign exchange fluctuations.

The Group will continue to execute on its platforms and capitalise on opportunities that will enhance the Group’s business and create value.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

None.

(b) Corresponding Period of the Immediately Preceding Financial Year

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

None.

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

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

No dividend has been declared for the third quarter ended 30 September 2015.

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

The Company did not seek and does not have a general mandate from shareholders pursuant to Rule 920 of the Listing Manual.

14. Negative confirmation pursuant to Rule 705(5).

The Board of Directors of the Company hereby confirms that, to the best of their knowledge, nothing has come to the attention of the Board of Directors which may render the third quarter 2015 financial results to be false or misleading in any material aspect.

15. Confirmation of Undertakings from Directors and Executive Officers pursuant to Rule 720(1) of the Listing Manual

The Company has procured undertakings in the format set out in Appendix 7.7 from all its directors and executive officers under Rule 720(1) of the Listing Manual.

BY ORDER OF THE BOARD
Aldric Tan Jee Wei
Secretary

13 November 2015
Singapore

This Announcement will be available at the Company's website at
<http://www.stc.com.sg/>