



**FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2014**

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

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

1(a)(i) Unaudited Group Income Statement for the third quarter ended 30 September 2014.

GROUP	Third Quarter			Year -To-Date		
	Q3 2014 S\$'000	Q3 2013 S\$'000	Increase/ (Decrease) %	30/9/2014 S\$'000	30/9/2013 S\$'000	Increase/ (Decrease) %
Revenue	12,486	13,535	(8)	40,077	41,527	(3)
<u>Other items of income</u>						
Interest income	31	12	158	92	69	33
Other income	222	127	75	4,287	342	1,154
<u>Items of expense</u>						
Financial expense	-	(22)	(100)	(8)	(158)	(95)
Purchases and changes in inventories of consumables and medical supplies	(2,348)	(2,481)	(5)	(7,194)	(7,078)	2
Employee benefits expense	(8,533)	(8,922)	(4)	(24,638)	(26,302)	(6)
Depreciation and amortisation	(802)	(988)	(19)	(2,612)	(3,048)	(14)
Rental expense	(2,091)	(2,113)	(1)	(6,425)	(6,321)	2
Other expenses	(3,986)	(2,321)	72	(7,729)	(6,604)	17
Share of results of associates	327	16	1,944	845	52	1,525
(Loss) before tax	(4,694)	(3,157)	49	(3,305)	(7,521)	(56)
Income tax	(52)	0	N.M.	(52)	102	(151)
(Loss) for the period	(4,746)	(3,157)	50	(3,357)	(7,419)	(55)
Attributable to:						
Owners of the Company	(4,533)	(2,834)	60	(2,588)	(6,221)	(58)
Non-controlling interests	(213)	(323)	(34)	(769)	(1,198)	(36)
(Loss) for the period	(4,746)	(3,157)	50	(3,357)	(7,419)	(55)

NM: Not Meaningful

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

Statement of Comprehensive Income	Third Quarter			Year-To-Date		
	Q3 2014 S\$'000	Q3 2013 S\$'000	Increase/ (Decrease) %	30/9/2014 S\$'000	30/9/2013 S\$'000	Increase/ (Decrease) %
(Loss) for the period	(4,746)	(3,157)	50	(3,357)	(7,419)	(55)
<u>Other comprehensive (expense) / income</u>						
Translation differences relating to financial statements of foreign subsidiaries	18	440	(96)	1,067	513	108
Total comprehensive (expense) for the period	(4,728)	(2,717)	74	(2,290)	(6,906)	(67)
Total comprehensive (expense) attributable to:						
Owners of the Company	(4,497)	(2,609)	72	(1,524)	(5,952)	(74)
Non-controlling interests	(231)	(108)	114	(766)	(954)	(20)
Total comprehensive (expense) for the period	(4,728)	(2,717)	74	(2,290)	(6,906)	(67)

1(a)(ii)

GROUP	Third Quarter		Year-To-Date	
	Q3 2014 S\$'000	Q3 2013 S\$'000	30/9/2014 S\$'000	30/9/2013 S\$'000
<u>Other income:</u>				
Other income	222	127	4,287	342
	222	127	4,287	342
<u>Financial expense:</u>				
Interest expense:				
- Bank loans	-	(27)	(7)	(121)
- Obligations under finance leases	-	5	-	(34)
- Others	-	-	(1)	(3)
Total financial expense	-	(22)	(8)	(158)
<u>Depreciation and amortisation:</u>				
Depreciation of property, plant and equipment	(802)	(988)	(2,612)	(3,048)
	(802)	(988)	(2,612)	(3,048)

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

1(a)(iii) Additional Disclosures

	Third Quarter			Year-To-Date		
	Q3 2014 S\$'000	Q3 2013 S\$'000	Increase/ (Decrease) %	30/9/2014 S\$'000	30/9/2013 S\$'000	Increase/ (Decrease) %
Interest income	31	12	158	92	69	33
Dividend income	173	-	N.M.	278	113	146
Interest expense	-	(22)	N.M.	(8)	(158)	(95)
(Loss) on disposal of property, plant and equipment	2	(29)	(107)	1	(136)	(101)
Gain / (Loss) on disposal of subsidiary	1,077	-		1,689	-	N.M.
(Provision for) of allowance for doubtful debts	(271)	(10)	2,610	(380)	129	(395)
Bad debts written off	(23)	(11)	109	(142)	(15)	847
Depreciation and amortisation	(802)	(988)	(19)	(2,612)	(3,048)	(14)
Impairment of goodwill	(38)	-	N.M.	(38)	(623)	(94)
Unrealised Foreign exchange (loss) / gain (net)	1	(404)	(100)	(2)	(395)	(99)

N.M. Not meaningful

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

	Group		Company	
	30/9/2014	31/12/2013	30/9/2014	31/12/2013
	S\$'000	S\$'000	S\$'000	S\$'000
ASSETS				
Current assets:				
Cash and bank	3,260	4,149	102	1,063
Trade and other receivables	7,997	5,332	16,893	11,312
Other assets	925	1,276	283	329
Inventories	1,498	2,170	-	-
	13,680	12,927	17,278	12,704
Non-current assets:				
Investments in subsidiaries	-	-	4,642	5,407
Investments in associates	723	2,626	205	-
Other investments	-	180	-	360
Property, plant and equipment	6,536	11,301	842	2,354
Other assets	1,237	1,950	-	-
	8,496	16,057	5,689	8,121
TOTAL ASSETS	22,176	28,984	22,967	20,825
EQUITY AND LIABILITIES				
Current liabilities:				
Trade and other payables	16,026	18,818	11,951	14,887
Other liabilities	2,284	6,862	329	336
Income tax payable	216	34	-	-
Current portion of borrowings	-	435	-	400
Current portion of finance leases	149	186	-	-
	18,675	26,335	12,280	15,623
Non-current liabilities:				
Deferred tax liabilities	63	81	-	-
Provisions	1,338	1,245	699	699
Other payables	800	800	-	-
Borrowings	-	-	-	-
Finance leases	-	57	-	-
	2,201	2,183	699	699
TOTAL LIABILITIES	20,876	28,518	12,979	16,322
Equity attributable to owners of the Company:				
Share capital	62,615	62,615	62,615	62,615
Retained earnings	(60,720)	(57,749)	(52,627)	(58,112)
Reserves	20	(1,044)	-	-
	1,915	3,822	9,988	4,503
Non-controlling interests	(615)	(3,356)	-	-
TOTAL EQUITY	1,300	466	9,988	4,503
TOTAL EQUITY AND LIABILITIES	22,176	28,984	22,967	4,503

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

Amount repayable in one year or less, or on demand

As at 30/09/2014		As at 31/12/2013	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
149	-	621	-

Amount repayable after one year

As at 30/09/2014		As at 31/12/2013	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
-	-	57	-

Details of any collateral

As at 30 September 2014, the secured Group borrowings refer to

- assets acquired under finance leases.
- term loans are secured by way of the following :
 - negative pledge over the Company's assets
 - joint and several guarantees from certain directors of the Company
 - fixed charge over the plant and equipment of a subsidiary
 - corporate guarantee by the Company

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

GROUP	Q3 2014	Q3 2013
	S\$'000	S\$'000
Cash flows from operating activities:		
(Loss) before tax	(4,694)	(3,157)
Adjustments for:		
Depreciation expense	802	988
Interest income	(31)	(12)
Interest expense	2	22
Fair value adjustment on financial assets and financial liabilities	6	(11)
Bad trade receivables written off	23	11
Bad debts recovered	(1)	(1)
Provision for / (reversal of) doubtful debts	447	10
Impairment of goodwill	38	-
Share of results of associates	(327)	(16)
Fixed Asset written off	1	-
Fixed Asset impairment	1,970	-
Loss on disposal of property, plant and equipment	-	29
Unrealised exchange (gain), net	(1)	404
Operating cash flows before changes in working capital	(1,765)	(1,733)
Trade and other receivables	1,304	842
Inventories	(42)	(34)
Trade and other payables	1,169	1,035
Cash flows used in operations	666	110
Income tax (paid) / refund	(41)	(32)
Net cash flows used in operating activities	625	78
Cash flow from investing activities:		
Proceed from disposal of associate	-	35
Investment in associate	(80)	-
Purchase of property, plant and equipment	(72)	(537)
Proceed from disposal of property, plant and equipment	22	-
Net Cash inflow on acquisition of subsidiaries/business unit	1,044	-
Interest received	1	-
Net cash flows used in investing activities	915	(502)

GROUP	Q3 2014	Q3 2013
	S\$'000	S\$'000
Cash flow from financing activities:		
Repayment of borrowings	-	(1,105)
Repayment of obligation under finance leases	(18)	(78)
Issue of shares	-	5,414
Capital contribution from non-controlling interests of subsidiary	17	-
Dividend paid	(384)	
Interest paid	(2)	(22)
Net cash flows used in financing activities	(387)	4,209
Net decrease in cash and cash equivalents	1,153	3,785
Effect of exchange rate changes on cash and cash equivalents	1	(1)
Cash and cash equivalents at beginning of period	2,106	4,082
Cash and cash equivalents at end of period	3,260	7,866
Cash as disclosed in balance sheet	3,260	7,866
Less: Cash restricted in use	-	-
Cash and cash equivalents at end of period	3,260	7,866

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.

GROUP	Equity, total	Attributable to owners of the parent							Non-controlling interests
		Attributable to owners of the parent, total	Share capital	Retained earnings	Other reserves, total	Other reserves			
						Foreign currency translation reserve	Fair value adjustment reserve	Premium paid on acquisition of non- controlling interests	
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Opening balance at 1 July 2014	4,576	6,796	62,615	(55,803)	(16)	31	-	(47)	(2,220)
(Loss) for the period	(4,746)	(4,533)		(4,533)					(213)
Other comprehensive income for the period	18	36			36	36			(18)
Total comprehensive (expense) for the period	(4,728)	(4,497)	-	(4,533)	36	36	-	-	(231)
Dividend (Paid)/ Refund	(384)	(384)		(384)					
Acquisition of a subsidiary	1,836								1,836
Closing balance at 30 September 2014	1,300	1,915	62,615	(60,720)	20	67	-	(47)	(615)
Opening balance at 1 July 2013	4,921	5,697	57,288	(50,929)	(662)	(845)	230	(47)	(776)
(Loss) for the period	(3,157)	(2,834)		(2,834)					(323)
Other comprehensive income for the period	440	225			225	225	-	-	215
Total comprehensive (expense) for the period	(2,717)	(2,609)	-	(2,834)	225	225	-	-	(108)
Right issue during the period	5,414	5,414	5,414						
Closing balance at 30 September 2013	7,618	8,502	62,702	(53,763)	(437)	(620)	230	(47)	(884)

COMPANY	Equity, Total	Share Capital	Retained earning
	S\$'000	S\$'000	S\$'000
Opening balance at 1 July 2014	11,080	62,615	(51,535)
(Loss) for the period	(1,130)		(1,130)
Total comprehensive (expenses) for the period	(1,130)	-	(1,130)
Dividend refund during the year	38		38
Closing balance at 30 September 2014	9,988	62,615	(52,627)
Opening balance at 1 July 2013	5,530	57,288	(51,758)
(Loss) for the period	(581)	-	(581)
Total comprehensive (expenses) for the period	(581)	-	(581)
Placement during the period	5,414	5,414	-
Closing balance at 30 September 2013	10,363	62,702	(52,339)

- 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.**

	2014		2013	
	Number of Ordinary Shares	Share Capital S\$'000	Number of Ordinary Shares	Share Capital S\$'000
As at 1 July	573,742,933	62,615	458,994,347	57,288
Issue of ordinary shares	-	-	114,748,586	5,414
As at 30 September	573,742,933	62,615	573,742,933	62,702

At the end of the reporting period, there were no outstanding share options.

The Company did not have any treasury shares as at 30 September 2014 and 30 September 2013.

- 1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.**

	30/09/2014	31/12/2013
Number of issued shares excluding treasury shares	573,742,933	573,742,933

- 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.**

There were no sales, transfers, disposal, cancellation and/or use of treasury shares as at 30 September 2014 (31 December 2013: Nil) as the Company did not have any treasury shares as at 30 September 2014 and 31 December 2013.

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

The financial statement on consolidated results for the third quarter ended 30 September 2014 have not been audited or reviewed.

- 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.**

Accounting policies and methods of computation used in the consolidated financial statements for the third quarter ended 30 September 2014 are consistent with those applied in the financial statements for the year ended 31 December 2013.

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

Not applicable.

6. **Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.**

	Third Quarter		Year-To-Date	
	Q3 2014	Q3 2013	30/09/2014	30/09/2013
Loss/earnings per ordinary share of the group, after deducting any provision for preference dividends:				
(i) Basic earnings per share	-0.79 cents	-0.59 cents	-0.45 cents	-1.3 cents
(ii) On a fully diluted basis	-0.79 cents	-0.59 cents	-0.45 cents	-1.3 cents

The basic and fully diluted loss/earnings per share for the quarter and the nine month ended 30 September 2014 were calculated based on the net loss attributable to owners of the parent company of S\$4,533,000 (Q3 2013: \$2,834,000) and S\$2,588,000 (Year-To-Date 2013: 6,221,000) divided by the weighted average number of ordinary shares 573,742,933 (Q3 2013: 478,974,766).

The diluted earnings per share is the same as the basic earnings per share as there were no diluted common share equivalents outstanding during the relevant period.

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	
	30/09/2014	31/12/2013	30/09/2014	31/12/2013
Net asset value per ordinary share	0.23 cents	0.08 cents	1.74 cents	0.78 cents

The net asset value per ordinary share of the Group has been calculated based on the shareholders' equity of S\$1,300,000 (31 December 2013: S\$466,000) and the share capital of 573,742,933 ordinary shares (31 December 2013: 573,742,933 ordinary shares).

The net asset value per ordinary share of the Company has been calculated based on the shareholders' equity of S\$9,988,000 (31 December 2013: S\$4,503,000) and the share capital of 573,742,933 ordinary shares (31 December 2013: 573,742,933 ordinary shares).

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:
- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and
 - (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

Revenue for the quarter ended 30 September 2014 ("Q3 2014") decreased by 8% from S\$13.5m to S\$12.5m when compared to the corresponding period of last year ("Q3 2013") mainly due to the disposal of the China operations in 2Q 2014.

Reported expenses were higher in Q3 2014 by 5%. General operating costs including consumables and medical supplies, and employee expenses were down by 4-5%. However, the Group impaired renovation costs and medical and dental equipment in line with its on-going restructuring exercise.

Losses for the quarter and the nine months ended 30 September 2014 for the owners of the Company increased by 60% and decreased by 58% respectively to -\$4.53m and -\$2.59m from -\$2.83m and -\$6.22m for the corresponding periods in 2013.

As at 30 September 2014, the Group's cash and bank balance decreased by S\$0.9m to S\$3.2m at 31 December 2013.

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

The Group did not issue any forecast or a prospect statement.

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

The Group did not issue any forecast or a prospect statement.

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 is implementing its restructuring plan to strengthen its financial performance and balance sheet through the consolidation of profitable assets, and selective divestment of non-core assets.

11. Dividend

(a) Current Financial Period Reported On

Any interim (final) dividend declared (recommended) for the current financial period reported on? **No**

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? **No**

(c) Date payable

Not Applicable.

(d) Books closure date

Not Applicable.

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

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

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

The Group does not have a general mandate from shareholders for interested person transactions pursuant to Rule 920(1)(a)(ii)

14. Confirmation pursuant to Rule 705 (5) of the Listing Manual

The Board of Directors hereby confirms that, to the best of their knowledge, nothing has come to their attention which may render the unaudited financial statements of the Group and of the Company to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

Mr Wong Yee Kong (Andrew)
Chief Executive Officer
12 November 2014