

**VERSALINK HOLDINGS LIMITED**  
(Incorporated in Singapore on 21 April 2014)  
(Registration No: 201411394N)

**UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR FINANCIAL YEAR ENDED 29 FEBRUARY 2016**

PART 1 – INFORMATION REQUIRED FOR ANNOUNCEMENTS OF HALF-YEAR AND FULL YEAR RESULTS

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

	Group		%
	FY2016	FY2015	
	RM'000	RM'000	(+/-)
<b>Revenue</b>	59,483	59,784	(0.5)
Cost of sales	(38,791)	(39,259)	(1.2)
<b>Gross profit</b>	<u>20,692</u>	<u>20,525</u>	0.8
<b><u>Other items of income</u></b>			
Interest income	341	212	60.8
Other gains	5,031	829	506.9
<b><u>Other items of expense</u></b>			
Marketing and distribution expenses	(5,961)	(6,159)	(3.2)
Administrative expenses	(9,878)	(12,089)	(18.3)
Other losses	(662)	(270)	145.2
Finance costs	(359)	(381)	(5.8)
<b>Profit before tax from continuing operations</b>	<u>9,204</u>	<u>2,667</u>	245.1
Income tax expense	(1,882)	(2,066)	(8.9)
<b>Profit from continuing operations, net of tax</b>	<u>7,322</u>	<u>601</u>	1,118.3
<b>Other comprehensive income:</b>			
Exchange differences arising from translation of foreign operations, net of tax	5	(1)	nm*
<b>Total comprehensive income for the year</b>	<u><u>7,327</u></u>	<u><u>600</u></u>	<u><u>1,121.2</u></u>
<b>Profit from continuing operations, net of tax attributable to:</b>			
Owners of the Company	7,322	601	1,118.3
Non-controlling Interest	-	-	-
<b>Profit from continuing operations, net of tax</b>	<u><u>7,322</u></u>	<u><u>601</u></u>	<u><u>1,118.3</u></u>
<b>Total comprehensive income for the year attributable to:</b>			
Owners of the Company	7,327	600	1,121.2
Non-controlling Interest	-	-	-
<b>Total comprehensive income for the year</b>	<u><u>7,327</u></u>	<u><u>600</u></u>	<u><u>1,121.2</u></u>

**1(a)(ii) Notes to Consolidated Statement of Comprehensive Income**

The Group's profit before income tax has been arrived at after charging / (crediting) the following:

<u>Consolidated Statement of Comprehensive Income</u>	Group		%
	FY2016 RM'000	FY2015 RM'000	
Depreciation of property, plant and equipment	2,337	2,095	11.6
Foreign exchange adjustment gains, net	(1,003)	(654)	53.4
Gains on disposal plant and equipment	-	(60)	nm*
Interest Income	(341)	(212)	60.8
Interest Expenses	359	381	(5.8)
Inventories written down/(written back)	496	(290)	(271.0)
IPO expenses	(22)	3,183	nm*
Allowance for impairment on trade receivables	580	17	3,311.8
Intangible asset written off	-	199	nm*
Plant and equipment written off	82	54	51.9
Compensation fee for land acquisition	(3,671)	-	nm*

\*nm denotes not meaningful

**VERSALINK HOLDINGS LIMITED**

Unaudited Financial Statements and Dividend Announcement for Financial Year Ended 29 February 2016

**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.**

	<b>Group</b>		<b>Company</b>	
	<b>29.02.2016</b>	<b>28.02.2015</b>	<b>29.02.2016</b>	<b>28.02.2015</b>
	RM'000	RM'000	RM'000	RM'000
<b>ASSETS</b>				
<b><u>Non-current assets</u></b>				
Property, plant and equipment	28,613	26,208	-	-
Investment in subsidiaries	-	-	44,568	44,915
<b>Total non-current assets</b>	<b>28,613</b>	<b>26,208</b>	<b>44,568</b>	<b>44,915</b>
<b><u>Current assets</u></b>				
Inventories	11,206	11,532	-	-
Trade and other receivables	7,342	8,207	22,661	15,835
Other assets	1,823	3,221	41	14
Cash and cash equivalents	27,297	21,902	2,316	4,901
Other financial assets	5,189	5,030	-	-
<b>Total current assets</b>	<b>52,857</b>	<b>49,892</b>	<b>25,018</b>	<b>20,750</b>
<b>Total assets</b>	<b>81,470</b>	<b>76,100</b>	<b>69,586</b>	<b>65,665</b>
<b>EQUITY AND LIABILITIES</b>				
<b><u>Equity</u></b>				
Share capital	62,513	62,513	62,513	62,513
Reserves	5,909	542	6,782	2,867
<b>Total equity</b>	<b>68,422</b>	<b>63,055</b>	<b>69,295</b>	<b>65,380</b>
<b><u>Non-current liabilities</u></b>				
Deferred tax liabilities	1,053	1,144	-	-
Other financial liabilities, non-current	381	832	-	-
<b>Total non-current liabilities</b>	<b>1,434</b>	<b>1,976</b>	<b>-</b>	<b>-</b>
<b><u>Current liabilities</u></b>				
Trade and other payables	9,722	8,994	291	285
Other financial liabilities, current	1,892	2,075	-	-
<b>Total current liabilities</b>	<b>11,614</b>	<b>11,069</b>	<b>291</b>	<b>285</b>
<b>Total liabilities</b>	<b>13,048</b>	<b>13,045</b>	<b>291</b>	<b>285</b>
<b>Total equity and liabilities</b>	<b>81,470</b>	<b>76,100</b>	<b>69,586</b>	<b>65,665</b>

**VERSALINK HOLDINGS LIMITED**

Unaudited Financial Statements and Dividend Announcement for Financial Year Ended 29 February 2016

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

Amount repayable in one year or less, or on demand	Group			
	As at 29 February 2016		As at 28 February 2015	
	Secured RM'000	Unsecured RM'000	Secured RM'000	Unsecured RM'000
Bankers' acceptance	185	280	81	-
Bank loans	400	-	712	-
Bank overdrafts	976	-	1,172	-
Finance lease payables	-	51	-	110
	<u>1,561</u>	<u>331</u>	<u>1,965</u>	<u>110</u>
<b>Amount repayable after one year</b>				
Bank loans	381	-	781	-
Finance lease payables	-	-	-	51
	<u>381</u>	<u>-</u>	<u>781</u>	<u>51</u>

**Details of any collateral**
**Secured borrowings**

The Group's secured borrowings stood at RM1.9 million and RM2.7 million as at 29 February 2016 and 28 February 2015 respectively. The Group's secured borrowings are secured by the following:

- (i) A first party charge against the freehold land and buildings of the Group;
- (ii) Joint and several guarantee by certain directors of the Company and subsidiaries;
- (iii) Fixed deposits with licensed banks.

**VERSALINK HOLDINGS LIMITED**

Unaudited Financial Statements and Dividend Announcement for Financial Year Ended 29 February 2016

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

	<b>Group</b>	
	<b>FY2016</b>	<b>FY2015</b>
	RM'000	RM'000
<b><u>Cash flows from operating activities</u></b>		
Profit before tax	9,204	2,667
Adjustments for:		
Depreciation of property, plant and equipment	2,337	2,095
Gains on disposal of plant and equipment	-	(60)
Interest income	(341)	(212)
Interest expenses	359	381
Goodwill written off	-	199
Plant and equipment written off	82	54
Compensation fee for land acquisition	(3,671)	-
Operating cash flows before changes in working capital	7,970	5,124
Inventories	326	(429)
Trade receivables	808	3,466
Other assets	1,398	(393)
Trade and other payables	728	666
Net cash flows from operations	11,230	8,434
Income taxes paid	(1,916)	(4,947)
Net cash flows from operating activities	9,314	3,487
<b><u>Cash flows used in investing activities</u></b>		
Purchase of property, plant and equipment	(4,824)	(2,629)
Proceeds from disposal of property, plant and equipment	-	69
Acquisition of a subsidiary, net of cash acquired	-	(398)
Interest received	341	212
Other financial assets	(159)	(5,030)
Compensation fee received	3,671	-
Net cash flows used in investing activities	(971)	(7,776)
<b><u>Cash flows (used in)/from financing activities</u></b>		
Amount due to directors	-	(47)
Decrease in other financial liabilities	(328)	(2,396)
Finance lease repayments	(110)	(165)
Issue of new shares pursuant to listing	-	19,325
Shares issuance expense	-	(1,227)
Interest paid	(359)	(381)
Dividends paid	(1,960)	(3,000)
Cash restricted in use	(24)	611
Net cash flows (used in)/from financing activities	(2,781)	12,720
Effect of foreign exchange rate adjustments	5	(1)
<b>Net increase in cash and cash equivalents</b>	5,567	8,430
Cash and cash equivalents, statement of cash flows, Beginning balance	19,924	11,494
<b>Cash and cash equivalents, statement of cash flows, Ending balance (Note A)</b>	25,491	19,924

**VERSALINK HOLDINGS LIMITED**

Unaudited Financial Statements and Dividend Announcement for Financial Year Ended 29 February 2016

<b>Note A:</b>	<b>Group</b>	
	<b>FY2016</b>	<b>FY2015</b>
	RM'000	RM'000
Cash and bank balances at end of the period	27,297	21,902
Bank overdrafts	(976)	(1,172)
Restricted cash in banks pledged for bank facilities	(830)	(806)
Cash and cash equivalents per consolidated statement of cash flow	25,491	19,924

**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.**

<u><b>Group</b></u>	<b>Share Capital</b>	<b>Foreign Currency Translation Reserve</b>	<b>Retained Earnings</b>	<b>Total Equity</b>
	RM'000	RM'000	RM'000	RM'000
Balance at 1 March 2015	62,513	(1)	543	63,055
Profit for the financial year	-	-	7,322	7,322
Exchange differences on translation foreign operations	-	5	-	5
Total comprehensive income for the financial year	-	5	7,322	7,327
Dividends	-	-	(1,960)	(1,960)
Balance at 29 February 2016	62,513	4	5,905	68,422

	<b>Share Capital</b>	<b>Foreign Currency Translation Reserves</b>	<b>Retained Earnings</b>	<b>Total Equity</b>
	RM'000	RM'000	RM'000	RM'000
Balance at 1 March 2014	3,479	-	40,878	44,357
Profit for the financial year	-	-	601	601
Exchange differences on translation foreign operations	-	(1)	-	(1)
Total comprehensive income for the financial year	-	(1)	601	600
<b>Transactions with owners in their capacity as owners:</b>				
Merger adjustment pursuant to restructuring exercise	40,936	-	(40,936)	-
Issue of new shares pursuant to listing	19,325	-	-	19,325
Share issuance expense	(1,227)	-	-	(1,227)
Balance at 28 February 2015	62,513	(1)	543	63,055

**VERSALINK HOLDINGS LIMITED**

Unaudited Financial Statements and Dividend Announcement for Financial Year Ended 29 February 2016

<u>Company</u>	Share Capital RM'000	Foreign Currency Translation Reserve RM'000	Retained Earnings RM'000	Total Equity RM'000
Balance at 1 March 2015	62,513	-	2,867	65,380
Total comprehensive income for the year	-	-	5,875	5,875
Dividends	-	-	(1,960)	(1,960)
Balance at 29 February 2016	<u>62,513</u>	<u>-</u>	<u>6,782</u>	<u>69,295</u>
Date of incorporation on 21 April 2014	-	(1)	-	-
Issue of new shares pursuant to restructuring exercise	44,415	-	-	44,415
Issue of new shares pursuant to listing	19,325	-	-	19,325
Share issuance expense	(1,227)	-	-	(1,227)
Total comprehensive income for the year	-	-	2,867	2,867
Balance at 28 February 2015	<u>62,513</u>	<u>-</u>	<u>2,867</u>	<u>65,380</u>

(1) The amount of share capital as at 21 April 2014 is less than RM1,000.

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

There were no changes to the Company's share capital since the end of the previous period reported on, this being 28 February 2015.

There were no outstanding convertibles or treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

**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.**

	Company	
	As at 29.02.2016 '000	As at 28.02.2015 '000
Total number of issued shares (excluding treasury shares)	<u>135,000</u>	<u>135,000</u>

There were no treasury shares as at the end of the current financial period and as the end of the immediately preceding year.

**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.

## VERSALINK HOLDINGS LIMITED

Unaudited Financial Statements and Dividend Announcement for Financial Year Ended 29 February 2016

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

The figures have neither been audited nor reviewed by the Company's auditors.

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

Not applicable

4. **Whether the same accounting policies and methods of computation as in the Issuer's most recently audited financial statements have been applied.**

Except as disclosed in Note 5 below, the Group and the Company have applied the same accounting policies and methods of computation to the financial statements for the current financial period and the most recent audited financial statements for the financial year ended 28 February 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.**

The Group has adopted the new and revised Singapore Financial Reporting Standards ("FRS") and Interpretations of FRS ("INT FRS") that are relevant to its operations and effective for annual periods beginning on or after 1 March 2015.

The adoption of new/revised FRS and INT FRS does not result in any substantial changes to the Group's accounting policies, and has no material effect on the amounts reported for the current or prior periods.

6. **If 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.**

Earnings per share ("EPS")	Group	
	29.02.2016 RM'000	28.02.2015 RM'000
Profit from continuing operations, net of tax attributable to:		
Owners of the Company	7,322	601
Weighted average number of ordinary shares	'000	'000
For calculation of:		
(a) Basic earnings per share	135,000	120,822 <sup>(1)</sup>
(b) Diluted earnings per share	135,000	120,822
Earnings per ordinary share (Sen Ringgit Malaysia)		
(a) On weighted average number of ordinary shares on issue	5.42	0.50
(b) On a fully diluted basis	5.42	0.50

<sup>(1)</sup> The calculation for the basic and diluted EPS for the financial year ended 28 February 2015 is based on the weighted average number of ordinary shares of 135,000,000 shares in issue during the financial year.



**VERSALINK HOLDINGS LIMITED**

Unaudited Financial Statements and Dividend Announcement for Financial Year Ended 29 February 2016

7. **Net assets value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the (a) Current financial period reported on and (b) Immediately preceding financial year.**

Net asset value (“NAV”)	Group		Company	
	29.02.2016	28.02.2015	29.02.2016	28.02.2015
NAV (RM'000)	68,422	63,055	69,295	65,380
Number of ordinary shares ('000)	135,000	135,000	135,000	135,000
NAV per ordinary share (Sen Ringgit Malaysia)	50.7	46.7	51.3	48.4

NAV per ordinary share as at 29 February 2016 and 28 February 2015 are calculated based on the aggregate number of ordinary shares of 135,000,000 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.**

**Consolidated Statement of Comprehensive Income for FY2016 compared to FY2015**

**Revenue**

The Group’s revenue recorded a slight decrease of 0.5% or RM0.3 million from RM59.8 million in FY2015 to RM59.5 million in FY2016. This was mainly due to the decrease in domestic sales of approximately RM0.5 million, and partly offset by an increase in export sales of approximately RM0.2 million.

**Cost of sales and Gross profit**

The Group's cost of sales decreased by approximately RM0.5 million or 1.2% from approximately RM39.3 million in FY2015 to approximately RM38.8 million in FY2016. The gross margin increased from 34.3% in FY2015 to 34.8% in FY2016.

**Other Items of Income**

Other income in FY2016 was approximately RM5.3 million as compared to RM1.0 million in FY2015. The increase of approximately RM4.3 million was mainly contributed by (i) an one-off compensation of RM3.7 million received from Land Public Transport Commission (SPAD) due to land acquisition at Sungai Buloh for construction of a rail-based public transport network; (ii) gain on foreign exchange of RM0.4 million; (iii) interest income of RM0.1 million; and (iv) litigation compensation of RM0.1 million.

## VERSALINK HOLDINGS LIMITED

Unaudited Financial Statements and Dividend Announcement for Financial Year Ended 29 February 2016

### **Marketing and Distribution Expenses**

Marketing and distribution expenses decreased by approximately RM0.2 million or approximately 3.2%, from approximately RM6.2 million in FY2015 to approximately RM6.0 million in FY2016. This was mainly due to the reduction in (i) commission of RM0.8 million; and (ii) advertisement cost of RM0.1 million; and partly offset by the increase in (i) staff cost of RM0.4 million; and (ii) rental of showrooms of RM0.3 million.

### **Administrative expenses**

Administrative expenses decreased by approximately RM2.2 million or approximately 18.3% from approximately RM12.1 million in FY2015 to approximately RM9.9 million in FY2016. The decrease was mainly due to the professional charges and other incidental costs incurred in relation to the Company's IPO totalling RM2.9 million in FY2015. This is however, partly offset by (i) higher staff costs of RM0.5 million; and (ii) professional fees for consultancy and legal advisory of RM0.2 million.

### **Other losses**

Other losses in FY2016 was approximately RM0.7 million as compared to RM0.3 million in FY2015. The increase of approximately RM0.4 million was mainly due to higher allowance for impairment on trade receivables of RM0.6 million in FY2016 and offset by a write off of RM0.2 million intangible asset effected in FY2015.

### **Finance costs**

Finance costs decreased slightly by 5.8% from RM0.38 million in FY2015 to RM0.36 million in FY2016. The decrease was mainly due to partial repayments of term loan and hire purchase facilities which resulted in a decrease in interest expenses.

### **Income tax expenses**

The Group recorded a lower effective tax rate of 20.4% for FY2016 as compared to 77.5% for FY2015. The lower effective tax rate in FY2016 is mainly due to deferred tax income of approximately RM0.1 million and a lower tax provision for operating entities in Singapore. The statutory tax rate in Singapore is currently at 17% while in Malaysia, it has been reduced from 25% to 24% effective from this financial year. In FY2015, the higher effective tax rate of 77.5% was mainly due to certain expenses in particular to the IPO expenses which were not deductible for taxation purposes.

### **Profit from continuing operations, net of tax**

As a result of the above, the Group reported a net profit after tax of RM7.3 million for FY2016 as compared to RM0.6 million for FY2015.

## **Consolidated Statement of Financial Position as at 29 February 2016**

### **Non-current assets**

As at 29 February 2016, the Group's non-current assets amounted to RM28.6 million or approximately 35.1% of the Group's total assets and comprised of property, plant and equipment.

The increase in Group's non-current assets by RM2.4 million as compared to RM26.2 million as at 28 February 2015 was mainly due to acquisition of plant and equipment and partly offset by depreciation charged for the year.

### **Current assets**

As at 29 February 2016, the Group's current assets amounted to RM52.9 million comprising of inventories, trade and other receivables, other assets, cash and cash equivalents and other financial assets which accounted for 64.9% of the Group's total assets.

## **VERSALINK HOLDINGS LIMITED**

Unaudited Financial Statements and Dividend Announcement for Financial Year Ended 29 February 2016

As at 29 February 2016, a total of RM11.2 million in inventories was recorded as compared to RM11.5 million recorded as at 28 February 2015.

The trade and other receivables amounted to RM7.3 million as at 29 February 2016 as compared to RM8.2 million as at 28 February 2015. Trade and other receivables comprised of trade receivables and income tax recoverable.

As at 29 February 2016, the Group's other assets amounted to approximately RM1.8 million or 3.4% of the Group's current assets.

The Group's cash and cash equivalents as at 29 February 2016 stood at RM27.3 million as compared to RM21.9 million as at 28 February 2015.

### **Non-current liabilities**

The Group's non-current liabilities stood at RM1.4 million as at 29 February 2016 as compared to RM2.0 million as at 28 February 2015. The decrease was mainly due to reduction in non-current bank borrowings and finance lease obligations of RM0.5 million and a reversal of deferred tax of RM0.1 million.

### **Current liabilities**

As at 29 February 2016, the Group's current liabilities amounted to approximately RM11.6 million or approximately 89.0% of the Group's total liabilities and comprised of the following:-

- (i) Trade and other payables of approximately RM9.7 million or approximately 83.7% of our current liabilities which consist mainly of trade payables of approximately RM4.6 million and other payables of approximately RM5.1 million.
- (ii) Other financial liabilities of approximately RM1.9 million or 16.3% of the Group's current liabilities, which consisted mainly of (i) term loans of approximately RM0.4 million, (ii) banker's acceptances of approximately RM0.4 million, (iii) bank overdrafts of approximately RM1.0 million and (iv) finance lease of approximately RM0.1 million.

### **Shareholders' equity**

As at 29 February 2016, the Group's shareholders' equity of approximately RM68.4 million comprised share capital of approximately RM62.5 million, and reserves of approximately RM5.9 million.

### **Consolidated Statement of Cash Flow for Year Ended 29 February 2016**

As at 29 February 2016, the Group recorded cash and cash equivalents of RM25.5 million as compared to RM19.9 million as at 28 February 2015.

In the current financial year ended 29 February 2016, net cash generated from operating activities amounted to RM9.3 million as compared to RM3.5 million generated from operating activities for the financial year ended 28 February 2015.

Net cash used in investing activities amounted to approximately RM1.0 million. This was mainly due to purchase of plant and equipment of RM4.8 million, and increase in other financial asset of RM0.2 million and offsetted by the compensation fee received of RM3.7 million and interest received of RM0.3 million.

Net cash used in financing activities amounted to approximately RM2.8 million. This was mainly due to dividend payment of RM2.0 million, repayment of term loans and hire purchase liabilities of RM0.4 million and interest paid of approximately RM0.4 million.

## VERSALINK HOLDINGS LIMITED

Unaudited Financial Statements and Dividend Announcement for Financial Year Ended 29 February 2016

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

There has not been any forecast or prospect statement previously disclosed to shareholders of the Company.

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 reporting period and the next 12 months.**

The operating performance for the next 12 months will continue to be affected by the challenges and uncertainties arising from the global economy, especially our export segment. Nonetheless, the Group will continue to explore and develop new business opportunities both in Malaysia and overseas, whilst managing its costs effectively to grow its profitability with the objective of maximizing its shareholders' value.

Notwithstanding of the above and barring unforeseen circumstances, the Group is optimistic about its performance in the next twelve months.

11. **Dividend**

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

Name of Dividend	Final
Dividend Type	Cash
Dividend Amount per Ordinary Share	0.56 Singapore cent
Tax Rate	One-Tier Tax Exempt

(b) **Corresponding Period of the Immediately Preceding Financial Year**

A final tax exempt (one-tier) dividend of 0.5 cent per share has been declared for the financial year ended 28 February 2015.

(c) **Date payable**

To be announced at a later date.

(d) **Books closure date**

Notice will be given at a later date on the closure of the Share Transfer Books and Register of Members of the Company to determine members' entitlement to be dividend.

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

No dividend has been declared or recommended.

13. **Interested Person Transactions**

Name of Interested Person	Aggregate value of all interested person transactions during the financial period under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandated pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under the existing shareholders' mandated pursuant to Rule 920 (excluding transactions less than S\$100,000)
	RM'000	RM'000
BSL Venture Sdn Bhd - Factory building lease expense	230	-

The Group does not have a general mandate from shareholders for interested person transactions pursuant to Rule 920 of the Listing Manual of the Singapore Exchange Securities Trading Limited ("SGX-ST").

**VERSALINK HOLDINGS LIMITED**

Unaudited Financial Statements and Dividend Announcement for Financial Year Ended 29 February 2016

**14. Update on use of Initial Public Offer (“IPO”) proceeds**

As at the date of this announcement, the utilisation of the IPO proceeds is as follows:

<b>Intended Usage in accordance with the Offer Document</b>	<b>Allocation S\$'000</b>	<b>Amount utilised S\$'000</b>	<b>Amount unutilised S\$'000</b>
Acquisition of new machinery and setting up of new production facilities	3,765	811	2,954
Marketing, advertising and promotional activities	750	750	-
Working capital and general corporate activities	1,385	1,385	-
IPO expenses	1,600	1,655	(55)
<b>Total</b>	<b>7,500</b>	<b>4,601</b>	<b>2,899</b>

The Company will make periodic announcements on the use of proceeds as and when the funds are materially disbursed. Pending the deployment of the net proceeds from the IPO, the funds will be placed in deposits with banks and financial institutions or invested in money market instruments or used for the Group’s working capital.

**VERSALINK HOLDINGS LIMITED**

Unaudited Financial Statements and Dividend Announcement for Financial Year Ended 29 February 2016

**PART II – ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT**

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

	Export RM'000	Domestic RM'000	Group RM'000
<b>Continuing operations 2016</b>			
<b>Revenue by segment</b>			
Total revenue by segment	50,044	22,442	72,486
Inter-segment sales	(13,003)	-	(13,003)
<b>Total revenue</b>	<b>37,041</b>	<b>22,442</b>	<b>59,483</b>
<b>Cost of sales by segment</b>			
Total cost of sales by segment	(37,665)	(14,104)	(51,769)
Inter-segment cost of sales	12,978	-	12,978
<b>Total cost of sales</b>	<b>(24,687)</b>	<b>(14,104)</b>	<b>(38,791)</b>
<b>Gross profit</b>	<b>12,354</b>	<b>8,338</b>	<b>20,692</b>
<b>Recurring EBITDA</b>			
Finance costs			(359)
Depreciation			(2,337)
Profit before tax from continuing operations			9,204
Income tax expense			(1,882)
<b>Profit from continuing operations, net of tax</b>			<b>7,322</b>
<b>Continuing operations 2015</b>			
<b>Revenue by segment</b>			
Total revenue by segment	50,436	23,173	73,609
Inter-segment sales	(13,562)	(263)	(13,825)
<b>Total revenue</b>	<b>36,874</b>	<b>22,910</b>	<b>59,784</b>
<b>Cost of sales by segment</b>			
Total cost of sales by segment	(37,979)	(15,050)	(53,029)
Inter-segment cost of sales	13,507	263	13,770
<b>Total cost of sales</b>	<b>(24,472)</b>	<b>(14,787)</b>	<b>(39,259)</b>
<b>Gross profit</b>	<b>12,402</b>	<b>8,123</b>	<b>20,525</b>
<b>Recurring EBITDA</b>			
Finance costs			(381)
Depreciation			(2,095)
IPO expense			(3,183)
Profit before tax from continuing operations			2,667
Income tax expense			(2,066)
<b>Profit from continuing operations, net of tax</b>			<b>601</b>

**VERSALINK HOLDINGS LIMITED**

Unaudited Financial Statements and Dividend Announcement for Financial Year Ended 29 February 2016

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

Refer to Section 8 for details.

17. A breakdown of sales as follows:

	FY2016 RM'000	FY2015 RM'000	% (+/-)
(a) Sales reported for first half year	30,373	32,336	(6.1)
(b) Profit after tax reported for first half year	3,240	1,833	76.8
(c) Sales reported for second half year	29,110	27,448	6.1
(d) Profit/(Loss) after tax reported for second half year	4,082	(1,232)	231.3

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

Total Annual dividend

	FY2016 <sup>(1)</sup> S\$'000	FY2015 S\$'000
Ordinary	756	675
Preference	-	-
Total	756	675

<sup>(1)</sup> Based on the final dividend of 0.56 Singapore cent per share proposed in respect of FY2016.

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(10) 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 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
Law Boon Seng	64	Father to CEO	Technical Adviser	
Lee Yuet Chin	56	Spouse to Law Boon Seng	Director of subsidiaries	
Law Siew May	59	Aunt to CEO	Manager	
Wong Hon Mui	38	Spouse to CEO	PA to CEO	Director of subsidiaries



## **VERSALINK HOLDINGS LIMITED**

Unaudited Financial Statements and Dividend Announcement for Financial Year Ended 29 February 2016

### **BY ORDER OF THE BOARD**

ARICA WALTERS  
Group Chief Operating Officer

28 April 2016

*This announcement has been reviewed by the Company's sponsor, CIMB Bank Berhad, Singapore Branch ("Sponsor") for compliance with the Singapore Exchange Securities Trading Limited ("SGX-ST") Listing Manual Section B: Rules of Catalist ("Catalist Rules"). The Sponsor has not independently verified the contents of this announcement. This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume 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 Mr Yee Chia Hsing, Head, Catalist, CIMB Bank Berhad, Singapore Branch, at 50 Raffles Place, #09-01 Singapore Land Tower, Singapore 048623, Telephone: +65 6337 5115.*