

**UNAUDITED SECOND QUARTER AND HALF YEAR FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD  
ENDED 30 JUNE 2015**
**PART 1 – INFORMATION REQUIRED FOR QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR  
ANNOUNCEMENTS**

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

**CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

	Group					
	2Q2015	2Q2014	Change	1H2015	1H2014	Change
	\$'000	\$'000	%	\$'000	\$'000	%
<b>Revenue</b>	72,140	82,827	(12.9)	137,235	174,226	(21.2)
Cost of sales	(65,373)	(76,425)	(14.5)	(123,398)	(161,460)	(23.6)
<b>Gross profit</b>	6,767	6,402	5.7	13,837	12,766	8.4
<b>Other item of income</b>						
Other operating income	270	470	(42.6)	852	864	(1.4)
<b>Other items of expense</b>						
Marketing and distribution expenses	(69)	(62)	11.3	(138)	(158)	(12.7)
Administrative expenses	(4,007)	(3,573)	12.1	(7,935)	(6,974)	13.8
Finance costs	(71)	(63)	12.7	(172)	(130)	32.3
Other operating expenses	(78)	(792)	(90.2)	(941)	(1,345)	(30.0)
Share of results of associates	353	376	(6.1)	833	941	(11.5)
<b>Profit before tax</b>	<b>3,165</b>	<b>2,758</b>	<b>14.8</b>	<b>6,336</b>	<b>5,964</b>	<b>6.2</b>
Income tax expense	(321)	(131)	145.0	(664)	(348)	90.8
<b>Profit for the period, representing total comprehensive income for the period</b>	<b>2,844</b>	<b>2,627</b>	<b>8.3</b>	<b>5,672</b>	<b>5,616</b>	<b>1.0</b>
<b>Other comprehensive income:</b>						
<b>Items that may be reclassified subsequently to profit or loss</b>						
Foreign currency translation	(191)	31	n.m.	(274)	35	n.m.
<b>Total comprehensive income for the period</b>	<b>2,653</b>	<b>2,658</b>	<b>(0.2)</b>	<b>5,398</b>	<b>5,651</b>	<b>(4.5)</b>
<b>Profit for the period attributable to:</b>						
Owners of the Company	2,704	2,506	7.9	5,479	5,391	1.6
Non-controlling interests	140	121	15.7	193	225	(14.2)
	<b>2,844</b>	<b>2,627</b>	<b>8.3</b>	<b>5,672</b>	<b>5,616</b>	<b>1.0</b>
<b>Total comprehensive income for the period attributable to:</b>						
Owners of the Company	2,513	2,537	(0.9)	5,205	5,426	(4.1)
Non-controlling interests	140	121	15.7	193	225	(14.2)
	<b>2,653</b>	<b>2,658</b>	<b>(0.2)</b>	<b>5,398</b>	<b>5,651</b>	<b>(4.5)</b>

n.m.: Not meaningful

**1(a)(ii) Notes to consolidated statements of profit or loss and other comprehensive income**

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

	<b>Group</b>					
	<b>2Q2015</b>	<b>2Q2014</b>	<b>Change</b>	<b>1H2015</b>	<b>1H2014</b>	<b>Change</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>%</b>	<b>\$'000</b>	<b>\$'000</b>	<b>%</b>
Depreciation of property, plant and equipment	211	149	41.6	476	304	56.6
Inventories recognised as an expense in cost of sales	64,993	76,132	(14.6)	122,674	160,877	(23.7)
Operating lease expense	600	874	(31.4)	1,827	1,675	9.1
Interest expense on loans and borrowings	451	354	27.4	895	712	25.7
Allowance for doubtful trade receivables	77	792	(90.3)	941	1,345	(30.0)
Net fair value (gain)/loss on loan from an unrelated party	(45)	20	n.m.	-	124	n.m.
Decrease/(increase) in fair value of inventories less point-of-sale costs	132	(90)	n.m.	8	(416)	n.m.
Rental income from leasehold property	(181)	(162)	11.7	(361)	(268)	34.7
Interest income	(90)	(152)	(40.8)	(231)	(218)	6.0
Dividend income from unquoted investments	(48)	(80)	(40.0)	(48)	(80)	(40.0)

**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.**

**STATEMENTS OF FINANCIAL POSITION**

	Group		Company	
	30.06.2015 \$'000	31.12.2014 \$'000	30.06.2015 \$'000	31.12.2014 \$'000
<b><u>Non-current assets</u></b>				
Property, plant and equipment	12,141	7,758	20	25
Intangible asset	451	43	-	-
Investment in subsidiaries	-	-	43,746	36,886
Investment in associates	8,078	7,769	1,874	1,874
Other investments	701	701	701	701
Trade and other receivables	26,843	-	-	-
	48,214	16,271	46,341	39,486
<b><u>Current assets</u></b>				
Inventories	47,278	44,246	-	-
Trade and other receivables	144,823	151,297	80,678	72,700
Prepaid operating expenses	314	957	23	39
Cash and bank balances	19,982	37,098	2,362	14,939
	212,397	233,598	83,063	87,678
<b>Total assets</b>	260,611	249,869	129,404	127,164
<b><u>Current liabilities</u></b>				
Trade and other payables	4,963	12,268	70	242
Other liabilities	1,355	1,668	146	589
Interest-bearing loans and borrowings	96,408	78,919	-	-
Income tax payable	979	933	196	147
	103,705	93,788	412	978
<b>Net current assets</b>	108,692	139,810	82,651	86,700
<b><u>Non-current liabilities</u></b>				
Provisions	263	264	-	-
Deferred tax liabilities	1,318	793	4	4
	1,581	1,057	4	4
<b>Total liabilities</b>	105,286	94,845	416	982
<b>Net assets</b>	155,325	155,024	128,988	126,182
<b><u>Equity attributable to owners of the Company</u></b>				
Share capital	78,313	78,313	78,313	78,313
Retained earnings	79,107	78,323	50,675	47,869
Other reserves	(6,124)	(5,850)	-	-
	151,296	150,786	128,988	126,182
Non-controlling interests	4,029	4,238	-	-
<b>Total equity</b>	155,325	155,024	128,988	126,182

**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 June 15		As at 31 December 14	
	Secured \$'000	Unsecured \$'000	Secured \$'000	Unsecured \$'000
Included in trade and other payables	-	3,274	-	3,524
Included in interest-bearing loans and borrowings	94,826	1,582	77,338	1,581
Total	94,826	4,856	77,338	5,105

Details of collateral:

- A fixed and floating charge on all assets of certain subsidiaries, legal mortgages over four properties and personal guarantees by certain directors of the Company and its subsidiaries.

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 STATEMENTS OF CASH FLOWS	2Q2015 \$'000	2Q2014 \$'000	1H2015 \$'000	1H2014 \$'000
<b>Operating activities</b>				
Profit before tax	3,165	2,758	6,336	5,964
Adjustments for:				
Depreciation of property, plant and equipment	211	149	476	304
Allowance for doubtful trade receivables	77	792	941	1,345
Interest income	(90)	(152)	(231)	(218)
Finance costs	451	354	895	712
Decrease/(increase) in fair value of inventories less point-of-sale costs	132	(90)	8	(416)
Net fair value (gain)/loss on financial liability at fair value through profit or loss	(45)	20	–	124
Dividend income from unquoted investments	(48)	(80)	(48)	(80)
Share of results of associates	(353)	(376)	(833)	(941)
<b>Operating cash flows before changes in working capital</b>	<b>3,500</b>	<b>3,375</b>	<b>7,544</b>	<b>6,794</b>
<b>Changes in working capital</b>				
Decrease/(increase) in inventories	899	(2,933)	(2,772)	(4,128)
Increase in trade and other receivables	(11,222)	(2,843)	(18,514)	(1,203)
Decrease in prepaid operating expenses	135	165	672	485
(Decrease)/increase in trade and other payables	(761)	1,435	(9,554)	(374)
Increase/(decrease) in other liabilities	1	288	(344)	(402)
<b>Cash flows (used in)/generated from operations</b>	<b>(7,448)</b>	<b>(513)</b>	<b>(22,968)</b>	<b>1,172</b>
Interest received	90	152	231	218
Finance costs paid	(451)	(354)	(895)	(712)
Income taxes paid	(363)	(577)	(641)	(190)
<b>Net cash flows (used in)/generated from operating activities</b>	<b>(8,172)</b>	<b>(1,292)</b>	<b>(24,273)</b>	<b>488</b>
<b>Investing activities</b>				
Purchase of property, plant and equipment	(70)	(37)	(149)	(186)
Net cash outflows from acquisition of a subsidiary	–	–	(4,674)	–
Acquisition of additional interest in an associate	(63)	–	(63)	–
Dividend income from associates	392	442	392	442
Dividend income from unquoted investments	48	80	48	80
<b>Net cash flows generated from/(used in) investing activities</b>	<b>307</b>	<b>485</b>	<b>(4,446)</b>	<b>336</b>
<b>Financing activities</b>				
Proceeds from short-term bank borrowings	15,637	5,100	20,637	5,100
Repayment of short-term bank borrowings	(3,963)	(1,450)	(4,000)	(4,450)
Repayment of obligations under finance leases	–	(1)	–	(2)
Dividends paid to non-controlling interests	(402)	(307)	(402)	(307)
Dividends paid on ordinary shares	(4,695)	(4,695)	(4,695)	(4,695)
<b>Net cash flows generated from/(used in) financing activities</b>	<b>6,577</b>	<b>(1,353)</b>	<b>11,540</b>	<b>(4,354)</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(1,288)</b>	<b>(2,160)</b>	<b>(17,179)</b>	<b>(3,530)</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>20,377</b>	<b>44,144</b>	<b>36,268</b>	<b>45,514</b>
<b>Cash and cash equivalents at end of period</b>	<b>19,089</b>	<b>41,984</b>	<b>19,089</b>	<b>41,984</b>

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 capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period for the immediately preceding financial year.

#### STATEMENTS OF CHANGES IN EQUITY

	Attributable to owners of the Company					Total	Non-controlling interests	Total equity
	Share capital	Capital reserve	Merger reserve	Foreign currency translation reserve	Retained earnings			
Group	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>At 1 January 2015</b>	78,313	1,984	(7,599)	(235)	78,323	150,786	4,238	155,024
Profit for the period	—	—	—	—	5,479	5,479	193	5,672
Foreign currency translation	—	—	—	(274)	—	(274)	—	(274)
Total comprehensive income for the period	—	—	—	(274)	5,479	5,205	193	5,398
<u>Contributions by and distributions to owners</u>								
Dividends paid on ordinary shares	—	—	—	—	(4,695)	(4,695)	—	(4,695)
Dividends paid to non-controlling interests	—	—	—	—	—	—	(402)	(402)
Total contributions by and distributions to owners	—	—	—	—	(4,695)	(4,695)	(402)	(5,097)
<b>At 30 June 2015</b>	78,313	1,984	(7,599)	(509)	79,107	151,296	4,029	155,325

	Attributable to owners of the Company						Non-controlling interests	Total equity
	Share capital	Capital reserve	Merger reserve	Foreign currency translation reserve	Retained earnings	Total		
Group	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>At 1 January 2014</b>	78,313	1,984	(7,599)	(142)	74,024	146,580	4,143	150,723
Profit for the period	–	–	–	–	5,391	5,391	225	5,616
Foreign currency translation	–	–	–	35	–	35	–	35
Total comprehensive income for the period	–	–	–	35	5,391	5,426	225	5,651
<u>Contributions by and distributions to owners</u>								
Dividends paid on ordinary shares	–	–	–	–	(4,695)	(4,695)	–	(4,695)
Dividends paid to non-controlling interests	–	–	–	–	–	–	(307)	(307)
Total contributions by and distributions to owners	–	–	–	–	(4,695)	(4,695)	(307)	(5,002)
<b>At 30 June 2014</b>	78,313	1,984	(7,599)	(107)	74,720	147,311	4,061	151,372

Company	Attributable to owners of the Company		
	Share capital \$'000	Retained earnings \$'000	Total equity \$'000
<b>At 1 January 2015</b>	78,313	47,867	126,180
Profit for the period, representing total comprehensive income for the period	–	7,503	7,503
Dividends paid to ordinary shares	–	(4,695)	(4,695)
<b>At 30 June 2015</b>	78,313	50,675	128,988
<b>At 1 January 2014</b>	78,313	44,681	122,994
Profit for the period, representing total comprehensive income for the period	–	7,666	7,666
Dividends paid to ordinary shares	–	(4,695)	(4,695)
<b>At 30 June 2014</b>	78,313	47,652	125,965

- 1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercises 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 issued shares excluding 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.**

There were no changes in the Company's share capital since the end of the previous period reported on.

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

	<b>30.06.2015</b>	<b>30.06.2014</b>
Total number of issued shares (excluding treasury shares)	533,497,960	533,497,960

- 1(d)(iv) A statement showing all sales, transfers, disposals, cancellation and/or use of treasury share 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 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 annual financial statements have been applied.**

The Group has applied the same accounting policies and methods of computation in the financial statements for the current financial period ended as those of the audited financial statements for the financial year ended 31 December 2014, as well as applicable new and revised Financial Reporting Standards ("FRSs") which became effective for financial years beginning on or after 1 January 2015. The adoption of these new and revised FRSs has no material effect on the financial statements for the current financial period.

- 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.**

Please refer to item 4 above.



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:—

(a) Based on the weighted average number of ordinary shares on issue; and

(b) On a fully diluted basis (detailing any adjustments made to the earnings).

	Group			
	2Q2015	2Q2014	1H2015	1H2014
	Cents	Cents	Cents	Cents
i) Basic earnings per share	0.51	0.47	1.03	1.01
ii) Diluted earnings per share	0.51	0.47	1.03	1.01
- Weighted average number of shares ('000)	533,498	533,498	533,498	533,498

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	
	30.06.2015	31.12.2014	30.06.2015	31.12.2014
Net asset value per ordinary share (cents)	28.36	28.26	24.18	23.65
Number of ordinary shares in issue ('000)	533,498	533,498	533,498	533,498

The number of ordinary shares was based on the number of outstanding shares as at 30 June 2015 and 31 December 2014 respectively.

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.

#### Review of the Group's Performance

##### 2Q2015 vs 2Q2014

##### Revenue

The Group's revenue declined from \$82.8million in 2Q2014 to \$72.1 million in 2Q2015. Revenue from retail and trading of pre-owned jewellery and gold business decreased by \$11.3 million while revenue from pawnbroking remained stable. Moneylending contributed \$0.6 million to the revenue in 2Q2015.

#### Cost of sales

The Group's cost of sales decreased from \$76.4 million in 2Q2014 to \$65.4 million in 2Q2015. Interest costs increased by \$0.1 million, while cost of goods sold for the retail and trading of pre-owned jewellery and gold business decreased by \$11.1 million which is in line with the decrease in revenue in this segment.

#### Gross profit

Overall gross profit increased by \$0.4 million in 2Q2015 compared with the same period in FY2014. Gross profit margin improved from 7.7% in 2Q2014 to 9.4% in 2Q2015.

#### Other operating income

Other operating income declined by \$0.2 million in 2Q2015 as a result of lower interest income and an exchange loss as compared with an exchange gain recognised in the same period last year.

#### Administrative expenses

Administrative expenses comprise mainly employee benefits expense, rental expenses, depreciation expenses, legal and professional fees and insurance premiums. The increase in administrative expenses from \$3.6 million in 2Q2014 to \$4.0 million in 2Q2015 was mainly due to the increase in employee benefits expense of \$0.2 million and depreciation expense of \$0.1 million. The increase in employee benefits expense was due to the increase in headcount and salary adjustments.

#### Other operating expense

Other operating expense comprises allowance for doubtful trade receivables of \$0.1 million in 2Q2015 and \$0.8 million in 2Q2014.

#### Share of results of associates

The Group's share of results of associates remained stable.

#### Profit before tax

As a result of the above, profit before tax increased by \$0.4 million to \$3.2 million in 2Q2015.

#### Income tax expense

Income tax expense increased by \$0.2 million in 2Q2015, which is in line with the increase in profit and lower tax rebates available in FY2015.

#### 1H2015 vs 1H2014

##### Revenue

The Group's revenue decreased from \$174.2 million in 1H2014 to \$137.2 million in 1H2015. Retail and trading of pre-owned jewellery and gold business accounted for the decrease of \$38.2 million while revenue from pawnbroking and moneylending added \$0.2 million and \$1.0 million to the revenue in 1H2015.

#### Cost of sales

The Group's cost of sales decreased from \$161.5 million in 1H2014 to \$123.4 million in 1H2015. Interest cost declined by \$0.1 million while cost of goods sold for the retail and trading of pre-owned jewellery and gold business decreased by \$38.2 million, in line with the decrease in revenue in this segment.

#### Gross profit

Overall gross profit increased by \$1.1 million in 1H2015 compared with the same period in FY2014. Gross profit margin improved from 7.3% in 1H2014 to 10.1% in 1H2015.

#### Other operating income

Other operating income remained stable in 1H2015.

#### Administrative expenses

Administrative expenses comprise mainly employee benefits expense, rental expenses, depreciation expense, legal and professional fees and insurance premiums. The increase in administrative expenses from \$7.0 million in 1H2014 to \$7.9 million in 1H2015 was mainly due to the increases in employee benefits expense of \$0.5 million, rental expenses of \$0.2 million and depreciation expenses of \$0.2 million. The increase in employee benefits expense was due to the increase in headcount and salary adjustments. Rental expenses increased mainly due to the inclusion of three leases which commenced between February and March 2014 as well as revision in rental rates upon renewal of leases.

#### Other operating expense

Other operating expense comprises allowance for doubtful trade receivables of \$0.9 million in 1H2015 and \$1.3 million in 1H2014.

#### Share of results of associates

The Group's share of results of associates decreased from \$0.9 million in 1H2014 to \$0.8 million in 1H2015 mainly as a result of the depreciation in Malaysian Ringgit.

#### Profit before tax

As a result of the above, profit before tax increased by \$0.4 million to \$6.3 million in 1H2015.

#### Income tax expense

Income tax expense increased from \$0.3 million in 1H2014 to \$0.6 million 1H2015 as a result of increase in profit and lower tax rebates in 1H2015.

### **Review of the Group's Financial Position**

Non-current assets increased by \$31.9 million from \$16.3 million as at 31 December 2014 to \$48.2 million as at 30 June 2015. The increase comprises increase in trade receivables of \$26.8 million from the Group's moneylending business, increase in property, plant and equipment of \$4.3 million and the share of results of associates for 1H2015.

Current assets decreased by \$21.2 million from \$233.6 million as at 31 December 2014 to \$212.4 million as at 30 June 2015. This was mainly due to decreases in trade and other receivables of \$6.5 million, prepaid operating expenses of \$0.6 million and cash and cash equivalents of \$17.1 million. This was partially offset by the increase in inventories of \$3.0 million.

Current liabilities increased by \$9.9 million from \$93.8 million as at 31 December 2014 to \$103.7 million as at 30 June 2015 as a result of increases in interest-bearing loans and borrowings of \$17.5 million. This was partially offset by decreases in trade and other payables of \$7.3 million and other liabilities of \$0.3 million.

Equity comprises share capital, retained earnings, capital reserve, merger reserve and non-controlling interests. Equity attributable to owners of the Company increased from \$150.8 million as at 31 December 2014 to \$151.3 million as at 30 June 2015 mainly due to the profit for the period offset by dividend paid.

## **Review of the Group's Cash Flows**

### 2Q2015 vs 2Q2014

In 2Q2015, the net cash used in operating activities was \$8.2 million. This comprises operating cash flows before working capital adjustments of \$3.5 million, adjusted by net working capital outflow of \$10.9 million. In 2Q2015, the Group received interest income of \$0.1 million, with net income tax paid of \$0.4 million and interest expense paid of \$0.5 million respectively. The net working capital outflow was a result of the increase in trade and other receivables of \$11.2 million and the decrease in trade and other payables of \$0.7 million. These were partially offset by the decreases in inventories of \$0.9 million and prepaid operating expenses of \$0.1 million.

In 2Q2015, the net cash generated from investing activities amounted to \$0.3 million comprising aggregate dividend income from associated and investee companies of \$0.4 million, partially offset by the purchase of property, plant and equipment and additional investment in an associate of \$0.1 million in total.

The net cash generated from financing activities in 2Q2015 amounted to \$6.6 million comprising the proceeds from short-term bank borrowing of \$11.7 million. This was partially offset by the payment of dividends of \$5.1 million.

### 1H2015 vs 1H2014

In 1H2015, the net cash used in operating activities was \$24.3 million. This comprises operating cash flows before working capital adjustments of \$7.5 million, adjusted by net working capital outflow of \$30.5 million. In 1H2015, the Group received interest income of \$0.2 million, with net income tax paid of \$0.9 million and interest expense paid of \$0.6 million respectively. The net working capital outflow was a result of the increases in inventories of \$2.8 million and trade and other receivables of \$18.5 million, and the decreases in trade and other payables and other liabilities of \$9.6 million and \$0.3 million respectively. These were partially offset by the decrease in prepaid operating expenses of \$0.7 million.

In 1H2015 the net cash used in investing activities amounted to \$4.4 million comprising net cash outflow in acquisition of a subsidiary of \$4.7 million and the purchase of property, plant and equipment of \$0.1 million, partially offset by dividend income of \$0.4 million.

The net cash generated from financing activities in 1H2015 amounted to \$11.5 million comprising the proceeds from short-term bank borrowings of \$16.7 million. This was partially offset by the payment of dividends of \$5.1 million.

## **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.**

The first half of FY2015 has seen moderate gold price fluctuations and a rise in interest rates. Despite the challenging business environment, the Group will continue to seek growth opportunities through acquisitions and setting up of new outlets both in Singapore and overseas.

The Group expanded its network of outlets in Malaysia through its associated companies with two new outlets commencing operations in July this year. In addition, the Group will continue to drive growth in its moneylending business.

**11. Dividend**

**i. Current Financial Period Reported on  
Any dividend declared for the current period?**

No.

**ii. Corresponding Period of the Immediately Preceding Financial Year  
Any dividend declared for the corresponding period of the immediately preceding financial year?**

No.

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

No dividend has been declared for the six-month period ended 30 June 2015.

**13. The Group does not have a general mandate from shareholders for interested person transactions pursuant to Rule 920(1)(a)(ii). However, the following interested person transactions were included in the Prospectus, and as such, the transactions are deemed to be under a general mandate pursuant to Rule 920(2) until the next annual general meeting.**

Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to <a href="#">Rule 920</a> )		
	YTD-30 Jun 15 \$'000	YTD-30 Jun 14 \$'000
<b>Sales of goods to director-related companies</b>		
- Hwa Goldsmith and Jewellers	858	947
- Lee Heng Jewellers	14	157
- Mei Zhi Jewellery	—	103
- Lucky Jewellery	244	225
<b>Purchase of goods from director-related companies</b>		
- Lee Heng Jewellers	91	148
<b>Rental paid to director-related company</b>		
- Yeah Properties Pte Ltd	156	156

The Group has not obtained a general mandate from shareholders for interested person transactions.

#### 14. Use of proceeds

In accordance with the section entitled “Use of Proceeds and Listing Expenses” and as at the date of this announcement, the Company wishes to announce that the net proceeds of approximately \$66.3 million have been utilised as follows:

Use of Proceeds	Amount allocated (as stated in the Prospectus) (\$'million)	Amount utilised as at the date of this announcement (\$'million)	Balance of net proceeds as at the date of this announcement (\$'million)
Expansion of our business <sup>(1)</sup>	25.0	17.6	7.4
Working capital purposes <sup>(2)</sup>	41.7	41.7	–
	66.7	59.3	7.4

- <sup>(1)</sup> Of the net proceeds allocated for expansion of business:
- (a) \$4.1 million was utilised to increase the share capital of three wholly-owned subsidiaries.
  - (b) \$2.1 million was used for the Group's share of investment in three Malaysian associated companies which were incorporated in November 2013.
  - (c) \$4.5 million was utilised for the acquisition of Tai Eng Pawnbroker Pte Ltd.
  - (d) \$1.0 million was utilised for the acquisition of VM Credit Pte Ltd.
  - (e) \$5.9 million was utilised for the acquisition of Kwong Hin Pawnshop Pte Ltd.
- <sup>(2)</sup> Of the net proceeds allocated for working capital purposes, \$26.7 million have been used to reduce the utilisation of bank overdrafts and revolving credit facilities and \$15 million have been utilised on the disbursement of loans by VM Credit Pte Ltd.

The Company will make further periodic announcements on the use of the balance net proceeds from the Invitation as and when the funds are materially disbursed.

#### 15. Negative confirmation pursuant to Rule 705(5)

The board of Directors of the Company (the “Board”) confirms that, to the best of our knowledge, nothing has come to the attention of the Board which may render the unaudited interim financial statements for the period ended 30 June 2015 to be false or misleading in any material respects.

For and on behalf of the Board

Yeah Hiang Nam  
 Managing Director

Yeah Lee Ching  
 Executive Director