ADVANCE SCT LIMITED
(Registration No. 200404283C)

UNAUDITED SECOND QUARTER FINANCIAL STATEMENTS FOR THE QUARTER ENDED 30 JUNE 2015 ("2Q FY2015") AND HALF YEAR ENDED 30 JUNE 2015 ("1H FY2015")

PART 1 INFORMATION REQUIRED FOR ANNOUNCEMENTS FOR QUARTERLY AND HALF YEAR RESULTS

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

	Note	Group			Group		
		2Q FY2015	2Q FY2014	Inc/ (Dec)	1H FY2015	1H FY2014	Inc/ (Dec)
		S$'000	S$'000	%	S$'000	S$'000	%
Revenue	1	12,168	17,989	-32.4	25,067	34,070	-26.4
Cost of sales		(11,715)	(17,233)	-32.0	(24,486)	(32,650)	-25.0
Gross profit	2	**453**	**756**	**-40.1**	**581**	**1,420**	**-59.1**
Other operating income	3	141	2,918	-95.2	365	4,123	-91.2
Selling and distribution expenses	4	(97)	(226)	-57.1	(245)	(265)	-7.6
Administrative expenses	5	(1,461)	(1,079)	35.4	(2,616)	(2,404)	8.8
Other operating expenses		(39)	(159)	-75.5	(54)	(159)	-66.0
(Loss)/Profit from operations		(1,003)	2,210	n.m	(1,969)	2,715	n.m
Finance costs	6	(129)	(159)	-18.9	(369)	(457)	-19.3
(Loss)/Profit before income tax from operations		**(1,132)**	**2,051**	n.m	**(2,338)**	**2,258**	n.m
Income tax		-	(70)	-100	(3)	(72)	-95.8
Total (loss)/profit after tax		**(1,132)**	**1,981**	n.m	**(2,341)**	**2,186**	n.m
Attributable to:		(929)	1,484	n.m	(1,871)	1,764	n.m
Equity holders of the Company		(203)	497	n.m	(470)	422	n.m
Non-controlling interests ("NCI")		(1,132)	1,981	n.m	(2,341)	2,186	n.m

n.m = not meaningful

Notes

1. Group turnover decreased by 32.4% and 26.4% to S$12.2 million and S$25.1 million for the second quarter ("2QFY2015") and half year ended 30 June 2015 ("1HFY2015") respectively. Part of the revenue in 2QFY2014 and 1HFY2014 were derived from the remnants of recycling business within the Group while revenue for 2QFY2015 and 1HFY2015 consisted of copper ball sales and wastewater treatment fees only. The Group had ceased all remaining recycling business in the second half of FY2014.

2. Gross margin was lower in 2QFY2015 and 1HFY2015 as the new copper ball factory in People's Republic of China had remained under-utilized during this period. Gross margin will improve if the required working capital is found to put the second production line into operation.

3. Other operating income has decreased significantly to S$141K and S$365K in respective of 2QFY2015 and 1HFY2015 compared with S$2.9 million and S$4.1 million in 2QFY2014 and 1HFY2014. A large part of the income in 2QFY2014 was the result of the Group's successful efforts to recover legacy debts as well as the disposal of non-core/loss-making subsidiaries.

4. The disposal of non-core/loss-making subsidiaries in FY2014 has resulted in the decrease of selling and distribution expenses by 57.1% and 7.6% for 2QFY2015 and 1HFY2015 respectively.

5. The increase in administrative expenses was mainly attributable to Western Metal Co Ltd (the copper ball factory in Kunshan, China), as its first production line has gone into full production. In addition, Everglory Radiators (Shenyang) Co., Ltd has charged all its set up cost (cost incurred since incorporation) in 2QFY2015.

6. Finance costs continued to decrease in Q2FY2015 and 1HFY2015 compared to 2QFY2014 and 1HFY2014 as the Group had been able to repay part of the interest-bearing loans and more of its Scheme Creditors had opted to convert the Scheme Debts into equity during second half of FY2014 and 1HFY2015.

1(a)(ii) The net profit/(loss) attributable to shareholders includes the following charges/ (credits)

	Group		Group	
	2Q FY2015	2Q FY2014	1H FY2015	1H FY2014
	S$'000	S$'000	S$'000	S$'000
Continuing Operations				
Finance cost	129	159	369	457
Depreciation of property, plant and equipment	30	390	129	450
Write-back and recovery of doubtful trade receivables	-	(2,138)	-	(2,370)
Net foreign exchange loss	20	111	25	115
Net loss/(gain) on disposal of property, plant and equipment	38	(252)	38	(252)
Gain on assets held for sale	-	-	-	(1,300)
Gain on disposal of subsidiaries	-	(1,833)	-	(1,833)

1(a)(iii) Consolidated Statement of Comprehensive Income

	Group			Group		
	2Q FY2015	**2Q FY2014**	**Inc/(Dec)**	**1H FY2015**	**1H FY2014**	**Inc/(Dec)**
	S$'000	**S$'000**	**%**	**S$'000**	**S$'000**	**%**
(Loss)/Profit for the period	(1,132)	1,981	n.m	(2,341)	2,186	n.m
Other comprehensive income :						
Net exchange differences on translation of foreign entities' financial statements	(114)	248	n.m	291	12	n.m
Total comprehensive (loss)/profit for the period	**(1,246)**	**2,229**		**(2,050)**	**2,198**	
Total comprehensive (loss)/profit attributable to : Equity holders of the Company	(1,107)	1,732	n.m	(1,644)	1,776	n.m
Non-controlling interests	(139)	497	n.m	(406)	422	n.m
	(1,246)	2,229	n.m	(2,050)	2,198	n.m

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.

BALANCE SHEET		Group		Company	
		30 Jun 2015	31 Dec 2014	30 Jun 2015	31 Dec 2014
		S$'000	S$'000	S$'000	S$'000
Non-current assets					
Property, plant and equipment		3,140	3,365	-	-
Intangible assets		1,714	1,714	-	-
Investment in subsidiaries	**1**	-	-	320	1,474
Financial receivables	**2**	7,636	7,359	-	-
		12,490	12,438	320	1,474
Current assets					
Inventories	**3**	1,632	3,619	-	-
Prepayments		433	811	-	9
Trade and other receivables	**4**	17,246	13,272	9,755	8,868
Financial receivables		129	126	-	-
Cash and cash equivalents		4,128	9,735	100	388
Current Assets		23,568	27,563	9,855	9,256
Total assets		36,058	40,001	10,175	10,739
Current liabilities					
Trade and other payables		11,297	9,859	3,182	3,169
Interest-bearing liabilities	**5**	14,948	16,212	1,687	1,687
		26,245	26,071	4,869	4,856
Non-current liabilities					
Interest-bearing liabilities		2,857	4,054	2,604	3,889
Deferred tax		448	436	-	-
		3,305	4,490	2,604	3,889
Total liabilities		29,550	30,561	7,473	8,745
Net assets		**6,508**	**9,440**	**2,702**	**1,994**
Equity					
Share capital		196,454	195,155	196,454	195,155
Capital reserve		(146)	(146)	-	-
Share application monies		1,127	1,127	1,127	1,127
Share options reserve		815	815	815	815
Forex translation reserve		401	174	-	-
Accumulated losses		(192,079)	(190,208)	(195,694)	(195,103)
Total profit attributable to equity holders of the Company		6,572	6,917	2,702	1,994
Non-controlling interests		(64)	2,523	-	-
Total Equity		**6,508**	**9,440**	**2,702**	**1,994**

Notes

1. The decrease in investment in the Western Copper Group ("WCG"), a marketing arm of the copper ball business, is due to an equity-to-debt conversion exercise which resulted in a reduction in the share capital of WCG and converted to shareholders' debt. This results in the change in NCI from S$2.5 million to negative S$61K.

2. The Group's wastewater treatment plant is classified as 'financial receivables' under non-current assets. This approach was based on a 30-year Build Operate and Transfer ("BOT") contract with the municipal government in China.

3. Inventory fell as less copper balls were held by the Western Copper Group as at 30 June 2015 compared with at 31 December 2014.

4. Trade and other receivables of $17.2 million consist mainly of credits extended by Western Copper Group to its customers; such credits are supported by trade financing via the factoring of their receivables. Correspondingly, the bulk of the interest-bearing liabilities amounting to $10.4 million relates to trade financing and short-term loans to support the copper ball trading business.

5. Despite expanding the manufacturing business and repaying some short-term loans that have matured, cash and cash equivalent remained at a healthy level of ca. S$4 million.

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

Amount repayable within one year

	As at 30 Jun 2015		As at 31 Dec 2014	
	Secured	Unsecured	Secured	Unsecured
	S$'000	S$'000	S$'000	S$'000
Interest-bearing liabilities	10,448	2,813	12,525	2,000
Scheme Debt (c)	1,687	-	1,687	-
Total	12,135	2,813	14,212	2,000

Amount repayable after one year

	As at 30 Jun 2015		As at 31 Dec 2014	
	Secured	Unsecured	Secured	Unsecured
	S$'000	S$'000	S$'000	S$'000
Interest-bearing liabilities	253	-	165	-
Scheme Debt (a)	1	-	1	-
Scheme Debt (c)	2,603	-	3,888	-
Total	2,857	-	4,054	-

The Scheme Debts (a) and (c), which are interest-bearing, are defined below. These debts have been reduced further in 1HFY2015 as more Scheme Creditors chose to convert the debts into equity.

The Scheme of Arrangement approved in 2011 to govern the repayment of Eligible Debt (as defined below) of ca. S$80 million then ("Scheme Debts") have been separated into three discrete amounts:

(a) the first tranche of the restructured loan, at 1% of the Eligible Debt, shall be settled by the issuance of interest-bearing convertible notes, convertible to new shares in the capital of the Company;

(b) the second tranche of the restructured loan, at 49% of the Eligible Debt, shall be settled by the issuance of non-interest-bearing convertible notes, convertible to new shares in the capital of the Company; and

(c) The Serviceable Loan, at 50% of the Eligible Debt, shall be payable in instalments from the second anniversary of the Effective Date and be fully paid by the seventh anniversary of the Effective Date. At a shareholders meeting on 30 August 2013, the Serviceable Loan was made convertible to new shares in the capital of the Company in the same terms as (a) and (b).

Debts under (a) and (c) above have been reclassified under non-current liabilities and debts under (b) have been reclassified as share application monies in the balance sheets as at 31 December 2012.

Eligible Debt is defined as the Claim of a creditor of a Scheme Company under a Proof of Debt which is (1) subsequently admitted by the Scheme Manager in consultation with the Company and (2) the Adjudicated amount.

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

CASHFLOW STATEMENT	Group		Group	
	2Q FY2015	2Q FY2014	1H FY2015	1H FY2014
	S$'000	S$'000	S$'000	S$'000
Cash flows from operating activities				
(Loss)/Profit before tax	(1,132)	2,051	(2,338)	2,258
Adjustments for :				
Depreciation for property, plant and equipment	30	390	129	450
Currency translation	(25)	(126)	(25)	(126)
Net loss/(gain) on disposal of property, plant and equipment	38	(252)	38	(252)
Write back of provision on trade and other receivables	-	(2,138)	-	(2,370)
Finance cost	129	159	369	457
Interest income	(14)	-	(14)	-
Gain on disposal of subsidiary	-	(1,833)	-	(1,833)
Gain on disposal of assets held for sale	-	-	-	(1,300)
Operating cash flow before working capital changes	(974)	(1,749)	(1,841)	(2,716)
Working capital changes				
Inventories	5,079	1,837	1,987	985
Trade and other receivables	(2,189)	(5,870)	(3,876)	(6,624)
Trade and other payables	(6,258)	4,751	(393)	(1,497)
Cash used in from operations	(4,342)	(1,031)	(4,123)	(9,852)
Interest paid	(129)	(159)	(369)	(457)
Income tax refund/(paid)	5	(54)	(24)	(56)
Net cash used in from operating activities	(4,466)	(1,244)	(4,516)	(10,365)
Cash flows from investing activities				
Net cash inflows from disposal of subsidiaries	-	237	-	237
Purchase of property, plant and equipment	-	(320)	(105)	(320)
Proceeds from disposal of property, plant and equipment	175	(870)	175	1,225
Net cash generated/(used in) from investing activities	175	(953)	70	1,142
Cash flows from financing activities				
Proceeds from issuance of shares	-	-	-	3,798
Share issue expense	-	(20)	-	(157)
Additional shareholding of investment in subsidiaries	-	(80)	-	(80)
Repayment of finance lease creditors, net	(19)	1	(117)	(226)
Proceeds from/(Repayment of) bank borrowings, net	962	453	(1,044)	(1,161)
Net cash generated/(used in) from financing activities	943	354	(1,161)	2,174
Net change in cash and bank balances	(3,348)	(1,843)	(5,607)	(7,049)
Cash and bank balances at beginning of financial period	5,320	6,528	7,579	11,734
Cash and bank balances at end of financial period	1,972	4,685	1,972	4,685

Cash and cash equivalents at the end of the reporting period as shown in the consolidated cash flow statements are as follows:

	Group	
	30 Jun 2015	**30 Jun 2014**
	S$'000	S$'000
Cash and cash equivalents, as above	4,128	6,290
Cash at bank and fixed deposits pledged	(2,156)	(1,605)
	1,972	4,685

Notes

The cash outflow of S$4.5 million from operating activities for both 2QFY2015 and 1HFY2015 is due mainly to loss in trading activities and increased in trade and other receivables mainly from the Western Copper Group.

The cash inflow of S$0.9million for 2QFY2015 and 1HFY2015 from financing activities is mainly due to additional short term loan borrowed during 2QFY2015 mainly by ECS for its China operations. An overall cash outflow of S$1 million in 1HFY2015 from financing activities is due to repayment of short-term borrowing by Western Copper Group and Scheme Creditors converting Scheme debts into equity mainly in 1QFY2015, offset by additional borrowing in 2QFY2015.

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 of the immediately preceding financial year.

	Attributable to owners of the parent								
GROUP (30 Jun 2015)	**Share capital**	**Capital reserve**	**Share application monies**	**Share options reserve**	**Foreign currency translation**	**Accumulated losses**	**Total attributable to equity holders of the Company**	**Non-controlling interests**	**Equity**
	S$'000	**S$'000**	**S$'000**	**S$'000**	**S$'000**	**S$'000**	**S$'000**	**S$'000**	**S$'000**
Balance as at 1 April 2015	196,454	(146)	1,127	815	579	(191,150)	7,679	210	7,889
Net loss for the financial period	-	-	-	-	-	(929)	(929)	(203)	(1,132)
Other comprehensive income :									
Net exchange differences on translation of foreign entities' financial statements	-	-	-	-	(178)	-	(178)	64	(114)
Total comprehensive income for the period	-	-	-	-	(178)	(929)	(1,107)	(139)	(1,246)
Capital conversion to shareholders' debt	-	-	-	-	-	-	-	(135)	(135)
Balance as at 30 Jun 2015	**196,454**	**(146)**	**1,127**	**815**	**401**	**(192,079)**	**6,572**	**(64)**	**6,508**

	Attributable to owners of the parent									
GROUP (30 Jun 2014)	**Share capital**	**Capital reserve**	**Share application monies**	**Share options reserve**	**Foreign currency translation**	**Revaluation reserve**	**Accumulated losses**	**Total attributable to equity holders of the Company**	**Non-controlling interests**	**Equity**
	S$'000	**S$'000**	**S$'000**	**S$'000**	**S$'000**	**S$'000**	**S$'000**	**S$'000**	**S$'000**	**S$'000**
Balance as at 1 April 2014	186,509	(361)	3,880	815	(211)	1,245	(193,172)	(1,295)	3,505	2,210
Net profit for the financial period	-	-	-	-	-	-	1,484	1,484	497	1,981
Other comprehensive income :										
Net exchange differences on translation of foreign entities' financial statements	-	-	-	-	248	-	-	248	-	248
Total comprehensive income for the period	-	-	-	-	248	-	1,484	1,732	497	2,229
Acquisition of subsidiaries	-	118	-	-	-	-	-	118	(198)	(80)
Disposal of subsidiaries	-	-	-	-	(103)	-	-	(103)	(54)	(157)
Issuance of shares upon conversion of Scheme Convertible Notes	4,135	-	(1,408)	-	-	-	-	2,727	-	2,727
Transfer to retained earning	-	-	-	-	-	(809)	809	-	-	-
Share issue expenses	(20)	-	-	-	-	-	-	(20)	-	(20)
Balance as at 30 Jun 2014	**190,624**	**(243)**	**2,472**	**815**	**(66)**	**436**	**(190,879)**	**3,159**	**3,750**	**6,909**

	Attributable to owners of the parent								
GROUP (30 Jun 2015)	**Share capital**	**Capital reserve**	**Share application monies**	**Share options reserve**	**Foreign currency translation**	**Accumulated losses**	**Total attributable to equity holders of the Company**	**Non-controlling interests**	**Equity**
	S$'000	**S$'000**	**S$'000**	**S$'000**	**S$'000**	**S$'000**	**S$'000**	**S$'000**	**S$'000**
Balance as at 1 Jan 2015	195,155	(146)	1,127	815	174	(190,208)	6,917	2,523	9,440
Net loss for the financial period	-	-	-	-	-	(1,871)	(1,871)	(470)	(2,341)
Other comprehensive income :									
Net exchange differences on translation of foreign entities' financial statements	-	-	-	-	227	-	227	64	291
Total comprehensive income for the period	-	-	-	-	227	(1,871)	(1,644)	(406)	(2,050)
Capital conversion to shareholders' debt	-	-	-	-	-	-	-	(2,181)	(2,181)
Issuance of shares for debt settlements	1,299	-	-	-	-	-	1,299	-	1,299
Balance as at 30 Jun 2015	**196,454**	**(146)**	**1,127**	**815**	**401**	**(192,079)**	**6,572**	**(64)**	**6,508**

	Attributable to owners of the parent									
GROUP (30 Jun 2014)	**Share capital**	**Capital reserve**	**Share application monies**	**Share options reserve**	**Foreign currency translation**	**Revaluation reserve**	**Accumulated losses**	**Total attributable to equity holders of the Company**	**Non-controlling interests**	**Equity**
	S$'000	**S$'000**	**S$'000**	**S$'000**	**S$'000**	**S$'000**	**S$'000**	**S$'000**	**S$'000**	**S$'000**
Balance as at 1 Jan 2014	178,147	(361)	9,510	815	25	1,245	(193,452)	(4,071)	3,580	(491)
Net profit for the financial period	-	-	-	-	-	-	1,764	1,764	422	2,186
Other comprehensive income :										
Net exchange differences on translation of foreign entities' financial statements	-	-	-	-	12	-	-	12	-	12
Total comprehensive income for the period	-	-	-	-	12	-	1,764	1,776	422	2,198
Acquisition of subsidiaries	-	118	-	-	-	-	-	118	(198)	(80)
Disposal of subsidiaries	-	-	-	-	(103)	-	-	(103)	(54)	(157)
Share application money	-	-	(3,671)	-	-	-	-	(3,671)	-	(3,671)
Issuance of shares upon conversion of Scheme Convertible Notes	8,836	-	(3,367)	-	-	-	-	5,469	-	5,469
Issuance of new shares	3,798	-	-	-	-	-	-	3,798	-	3,798
Transfer to retained earning	-	-	-	-	-	(809)	809	-	-	-
Share issue expenses	(157)	-	-	-	-	-	-	(157)	-	(157)
Balance as at 30 Jun 2014	**190,624**	**(243)**	**2,472**	**815**	**(66)**	**436**	**(190,879)**	**3,159**	**3,750**	**6,909**

Company (30 Jun 2015)	Share capital	Share application monies	Share options reserve	Deficit	Total
	S$'000	S$'000	S$'000	S$'000	S$'000
Balance as at 1 April 2014	196,454	1,127	815	(195,412)	2,984
Net loss for the financial period	-	-	-	(282)	(282)
Balance as at 30 Jun 2015	**196,454**	**1,127**	**815**	**(195,694)**	**2,702**

Company (30 Jun 2014)	Share capital	Share application monies	Share options reserve	Deficit	Total
	S$'000	S$'000	S$'000	S$'000	S$'000
Balance as at 1 April 2014	186,509	3,880	815	(195,312)	(4,108)
Net profit for the financial period	-	-	-	73	73
Issuance of shares upon conversion of Scheme Convertible Notes	4,135	(1,408)	-	-	2,727
Share issue expenses	(20)	-	-	-	(20)
Balance as at 30 Jun 2014	**190,624**	**2,472**	**815**	**(195,239)**	**(1,328)**

Company (30 Jun 2015)	Share capital	Share application monies	Share options reserve	Deficit	Total
	S$'000	S$'000	S$'000	S$'000	S$'000
Balance as at 1 Jan 2015	195,155	1,127	815	(195,103)	1,994
Net loss for the financial period	-	-	-	(591)	(591)
Issuance of shares upon conversion of Scheme Convertible Notes	1,299	-	-	-	1,299
Balance as at 30 Jun 2015	**196,454**	**1,127**	**815**	**(195,694)**	**2,702**

Company (30 Jun 2014)	Share capital	Share application monies	Share options reserve	Deficit	Total
	S$'000	S$'000	S$'000	S$'000	S$'000
Balance as at 1 Jan 2014	178,147	9,510	815	(195,613)	(7,141)
Net profit for the financial period	-	-	-	374	374
Share application money	-	(3,671)	-	-	(3,671)
Issuance of shares upon conversion of Scheme Convertible Notes	8,836	(3,367)	-	-	5,469
Issuance of new shares	3,798	-	-	-	3,798
Share issue expenses	(157)	-	-	-	(157)
Balance as at 30 Jun 2014	**190,624**	**2,472**	**815**	**(195,239)**	**(1,328)**

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 at the end of the current financial period reported on and as the end of the corresponding period of the immediately preceding financial year.

Share Capital

	Number of shares '000	S$ '000
Ordinary shares issued		
As at 1 January 2015	13,738,296	195,155
Issuance of 930,681,550 ordinary shares for debt settlement	930,682	1,117
Issuance of 260,237,143 ordinary shares for debt settlement	260,237	182
	14,929,215	196,454

Assuming all the CLAs (Note 1(b)(ii) (b)) are fully converted based on their conversion price, and the outstanding Scheme Convertible Notes were converted on 30 June 2015, the number of new ordinary shares to be issued would be 1,253,125,689 representing a 8.4% increase over the total number of issued shares of the Company as at 30 June 2015.

Assuming all the CLAs (Note 1(b)(ii) (b)) are fully converted based on their conversion price, and the outstanding Scheme Convertible Notes were converted on 30 June 2014, the number of new ordinary shares to be issued would be 1,379,406,082 representing a 12.7% increase over the total number of issued shares of the Company as at 30 June 2014.

As at 30 June 2014 and 30 June 2015, there were no outstanding warrants.

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

The figures have not been audited or reviewed.

3. Where the figures had 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 had been applied.

The Group has applied the same accounting policies and methods of computation in the financial statements for the current financial period as compared to the audited financial statement as at 31 December 2014, as well as all applicable Financial Reporting Standards ("FRS") which became effective for financial years beginning on or after 1 January 2015. The adoption of those new and revised FRS has no material effect on the half-year results ending 30 June 2015.

5. If there are any changes in the accounting policies and method 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.

	Group		Group	
	2Q FY2015	**2Q FY2014**	**1H FY2015**	**1H FY2014**
	Cents	Cents	Cents	Cents
Continuing Operations				
(Loss)/earnings per share (EPS) in cents				
i) Basic	(0.01)	0.02	(0.01)	0.02
ii) On a fully diluted basis	(0.01)	0.02	(0.01)	0.02

Basic (loss)/earnings per share for the 2QFY2015 and 2QFY2014 are calculated based on the weighted average number of shares of 14,929,214,427 and 9,744,003,101 (excluding treasury shares) respectively.

Basic (loss)/earnings per share for the 1HFY2015 and 1HFY2014 are calculated based on the weighted average number of shares of 14,831,567,426 and 8,755,684,948 (excluding treasury shares) respectively.

7. Net asset 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

	Group		Company	
	30 Jun 2015	31 Dec 2014	30 Jun 2015	31 Dec 2014
Net asset value per share (cents)	0.04	0.07	0.02	0.01

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 Profit and loss review

Please refer Note in 1(a), 1(b) and 1(c).

9. Where a forecast, or a prospect statement, had 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 the 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 copper ball business suffered in the second quarter as the Euro zone problems intensified and the Chinese economic problems manifested in stock market rout. Copper price fell to a seven-year low, causing short-term trading losses. As no additional funding was available, there was insufficient working capital to start the second production line, resulting in the manufacturing facilities being unable to achieve a breakeven point. To turn around, it has to urgently raise cash to boost production capacity and complete the current efforts to restructure the copper ball business soon. The disposal of Western Copper Co Ltd, the Taiwan subsidiary is a key part of ongoing organisational restructuring of the copper ball division to improve efficiency. A quick conclusion will boost the gross margin of the business as well.

The Group is in talks with several parties on a possible disposal of its wastewater treatment plant to unlock value and recover much needed cash to fund the core business of copper ball manufacturing and sale.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on? No

(b) Corresponding period of immediately preceding financial year

Any dividend recommend 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.

Not applicable.

13. If the Group has obtained a general mandate from shareholders for Interested Persons Transactions ("IPT"), 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 has not obtained a general mandate from shareholders for IPTs.

14. Negative confirmation of the Board Pursuant to Rule 705(5) of the Listing Manual.

To the best knowledge of the Board of Directors, nothing material has come to the attention of the Board of Directors which may render the financial results for the half-year ended 30 June 2015 of the Group and the Company to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

Simon Eng
Chief Executive Officer
14 Aug 2015