

**Financial Statement for the Year Ended 31 December 2015**

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**PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF FULL YEAR RESULTS**
**1(a) A statement of comprehensive income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year**
**Consolidated**
**Statement of comprehensive income**
**CONTINUING OPERATION**

	FY2015 S\$ Unaudited	FY2014 S\$ Audited	Increase/ (decrease) %
REVENUE	1 4,283,669	4,652,030	-7.9%
Cost of sales	2 (3,156,313)	(3,860,768)	-18.2%
Gross profit	3 1,127,356 26%	791,262 17%	42.5%
Other operating income	4 1,123,108	266,194	321.9%
Other expenses	5 (57,456)	(11,262)	410.2%
Distribution and Selling expenses	6 (59,338)	(94,696)	-37.3%
Administrative costs	7 (5,715,912)	(3,277,329)	74.4%
Finance costs	8 (63,607)	(86,766)	-26.7%
Loss before taxation	(3,645,849)	(2,412,597)	51.1%
Income Tax Expense			
- Current year	-	-	
-(Over) / under provision in prior years	-	7,606	-100.0%
		7,606	-100.0%
Deferred Tax Liabilities			
- Current year	10,025	10,025	0.0%
-(Over) / under provision in prior years	-	-	
	10,025	10,025	0.0%
Loss for the year from continuing operation	(3,635,824)	(2,394,966)	
<b>DISCONTINUED OPERATION</b>			
Loss for the year from discontinued operation	(1,110,563)	-	NM
Loss for the year	(4,746,387)	(2,394,966)	98.2%
Other comprehensive (expense)/income, after tax:			
Currency translation differences relating to financial statements of foreign subsidiaries	33,570 33,570	9,947 9,947	237.5% 237.5%
Total comprehensive loss for the year	(4,712,817)	(2,385,019)	97.6%

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

	FY2015 S\$ Unaudited	FY2014 S\$ Audited	Increase/ (decrease) %
Total comprehensive income attributable to:			
Owners of the Company	(2,762,935)	(2,392,610)	15.5%
Non-controlling interest	<u>(1,949,882)</u>	<u>(2,356)</u>	82658.3%
	<u>(4,712,817)</u>	<u>(2,394,966)</u>	96.8%

**1(a)ii Notes to the consolidated statement of comprehensive income**

The loss before taxation from continuing operations were computed after charging/ (crediting) the following:

	FY2015 S\$	FY2014 S\$	Increase/ (decrease) %
<u>Continuing operations:</u>			
i Depreciation of property, plant and equipment	498,245	589,350	-15.5%
ii Foreign exchange (gain) / loss	(911,190)	16,040	-5780.7%
iii Gain from disposal of available-for-sale investment	(34,125)	(126,312)	-73.0%
iv Gain on disposal of property, plant and equipment	-	(4,779)	NM
v Interest expense	63,607	86,266	-26.3%
vi Interest income	(442,115)	(8,124)	5342.1%
vii Impairment of available-for-sale investment	-	11,262	NM
viii Impairment of goodwill	-	743	NM
ix Impairment on property, plant and equipment	41,849	-	NM
x Reversal of allowance on receivables	(4,500)	29,917	-115.0%
xi Impairment (Write back for impairment) on inventory	-	40,316	NM
<u>Discontinued operation:</u>			
xii Foreign exchange (gain) / loss	941,802	-	NM

**Notes:**

- i) The decrease in depreciation was mainly due to disposal of a machine by a subsidiary, and certain assets of a subsidiary which were fully depreciated in FY2014.
- ii) The foreign currency gain was attributable to the strengthening of the USD against SGD in relation to the loan extended to the Crimson Star project, the Company's 65% owned subsidiary, Crimson Star Development Pte Ltd ("**Crimson Star**") whereby Crimson Star entered into agreements to acquire 100% of the commercial benefits of a residential property development project in Ho Chi Minh City, Vietnam (the "**Project**").
- iii) This figure was for gain on disposal of certain held-for-trading quoted investments.
- iv) There was no disposal of property, plant and equipment ("**PPE**") in FY2015.
- v) Being interest expense for hire purchase agreements and term loan.
- vi) Being coupon payments from bonds and interest from the loan to The Project.
- vii) There was no impairment of available for sale investment in FY2015.
- viii) There was no impairment of goodwill in FY2015.
- ix) There was an impairment of a fixed asset in a subsidiary in FY2015.
- x) Being reversal of bad debts collected.
- xi) There was no impairment of inventories in FY2015.
- xii) The foreign currency loss was attributable to the weakening of the VND against the USD in relation to the loan extended to the Project.

NM: not meaningful

**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.**

**Statement of financial position  
For the Year Ended 31 December 2015**

	The Group		The Company	
	31-Dec-15 S\$	31-Dec-14 S\$	31-Dec-15 S\$	31-Dec-14 S\$
<b><u>ASSETS</u></b>				
<b>CURRENT ASSETS</b>				
Cash and cash equivalents	1,093,081	20,161,808	851,405	19,972,418
Trade receivables	494,957	490,345	5,121	-
Other receivables and prepayments	1 8,726,091	195,529	12,789	76,623
Amount due from subsidiaries	-	-	17,560,993	-
Inventories	722,194	808,507	-	-
Non current assets held for sale	2 53,724,481	-	-	-
Financial assets - available for sale	1,184,375	1,233,738	1,184,375	1,233,738
	<u>65,945,179</u>	<u>22,889,927</u>	<u>19,614,683</u>	<u>21,282,779</u>
<b>NON-CURRENT ASSETS</b>				
Subsidiaries	-	-	1,121,741	1,121,091
Property, plant and equipment	3,133,843	3,549,169	8,641	19,481
	<u>3,133,843</u>	<u>3,549,169</u>	<u>1,130,382</u>	<u>1,140,572</u>
<b>TOTAL ASSETS</b>	<b><u>69,079,022</u></b>	<b><u>26,439,096</u></b>	<b><u>20,745,066</u></b>	<b><u>22,423,351</u></b>
<b><u>EQUITY AND LIABILITIES</u></b>				
<b>CURRENT LIABILITIES</b>				
Finance leases	627	124,854	-	-
Borrowings	68,653	65,514	-	-
Trade payables	241,353	415,853	61,745	-
Other payables	3 7,735,769	1,071,049	435,446	602,199
Liaibilities directly associated with assets held for sale	4 40,686,004	-	-	-
	<u>48,732,406</u>	<u>1,677,270</u>	<u>497,191</u>	<u>602,199</u>
<b>NON CURRENT LIABILITIES</b>				
Finance leases	-	-	-	-
Borrowings	1,013,789	1,082,261	-	-
Deferred tax	220,555	230,580	-	-
Provision for reinstatement costs	6,409	6,097	-	-
	<u>1,240,753</u>	<u>1,318,938</u>	<u>-</u>	<u>-</u>
<b>CAPITAL AND RESERVES</b>				
Share capital	52,411,370	52,411,370	52,411,370	52,411,370
Statutory reserve	119,135	119,135	-	-
Translation reserve	58,065	24,495	-	-
Share option reserve	26,846	26,845	26,846	26,845
Warrants reserve	-	-	-	-
Accumulated losses	(31,932,878)	(29,136,377)	(32,190,342)	(30,617,063)
<b>Total equity attributable to owners of the Company</b>	<b>20,682,538</b>	<b>23,445,468</b>	<b>20,247,874</b>	<b>21,821,152</b>
Non-controlling interest	5 (1,576,675)	(2,580)	-	-
	<u>19,105,863</u>	<u>23,442,888</u>	<u>20,247,874</u>	<u>21,821,152</u>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b><u>69,079,022</u></b>	<b><u>26,439,096</u></b>	<b><u>20,745,066</u></b>	<b><u>22,423,351</u></b>

**Notes:**

1. Other receivables amounting to S\$8.7m relates to loans to the Project.
2. S\$53.72m relates to Non-current assets held for sale which is the Project.
3. Other payables amounting to S\$7.7m relates to loan from minority non-controlling party.
4. S\$40.7m relates to Liabilities directly associated with assets classified as held for sale pursuant to the Project.

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

As at 31 December 2015 (unaudited)		As at 31 December 2014 (audited)	
Secured	Unsecured	Secured	Unsecured
S\$69,280	Nil	S\$190,368	Nil

**Amount repayable after one year**

As at 31 December 2015 (unaudited)		As at 31 December 2014 (audited)	
Secured	Unsecured	Secured	Unsecured
S\$1,013,789	Nil	S\$1,082,261	Nil

The borrowings above relate to a mortgage loan and finance leases for assets of subsidiaries.

**Details of any collateral**

The Company's subsidiary, Apphia Advanced Materials Pte Ltd ("**Apphia**") has three (3) hire purchase agreements with a financial institution for certain plant and machinery. These hire purchase agreements were secured via mortgages over the plant and machinery and the last of the three (3) Hire Purchase agreements was fully repaid in November 2015.

Currently, Apphia also has a mortgage loan for its leasehold property and building located at Tuas, Singapore through the same financial institution. The mortgage loan is secured by a first legal mortgage over the said property. The mortgage loan was also secured by a corporate guarantee from the Company in favour of the financial institution.

**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.**

**Statement of Cash Flow**

**For the Year Ended 31 December 2015**

	<b>2015</b>	<b>2014</b>
<b>Operating activities</b>		
(Loss) / Profit before income tax	<b>(4,756,412)</b>	<b>(2,412,597)</b>
Depreciation	498,245	589,350
Impairment of PPE	41,849	-
Interest exp	63,607	86,766
Interest income	(442,115)	(8,124)
(Gain) Loss on disposal of PPE	-	(126,312)
(Gain) Loss on disposal of held-for-investments	(34,125)	(4,779)
Reinstatement cost	312	-
Provision for impairment of AFS	-	-
Allowance for doubtful receivables	(4,500)	-
Allowance for inventories	-	113,075
Reversal of Allowance for Inventories	-	(83,781)
Reversal of Allowance for doubtful receivables	-	29,917
Impairment of goodwill	-	743
Fair value loss on held-for-trading investments	49,363	11,262
Reinstatement cost	-	312
Operating profit/(loss) before working capital changes	<b>(4,583,776)</b>	<b>(1,804,168)</b>
Trade receivables	(112)	(44,858)
Other receivables	(8,530,562)	(18,572)
Inventories	86,313	552,869
Trade payables	(174,500)	(96,576)
Other payables	165,070	303,354
Cash generated from (used in) operations	<b>(13,037,567)</b>	<b>(1,107,951)</b>
Income tax refund	-	7,606
<b>Net cash used for operating activities</b>	<b>(13,037,567)</b>	<b>(1,100,345)</b>
<b>Investing activities</b>		
Acquisition of investment held-for-trading	(3,482,500)	(19,359,372)
Acquisition of PPE	(124,768)	(45,495)
Proceed from disposal of PPE	-	316,714
Acquisition of Subsidiary	-	(510)
Acquisition of properties	(12,660,902)	
Proceed from disposal of held-for-trading investment	3,516,625	18,240,684
Interest received	442,115	8,124
<b>Net cash from investing activities</b>	<b>(12,309,430)</b>	<b>(839,855)</b>
<b>Financing activities</b>		
Interest paid	(63,607)	(86,766)
Proceed from issuance of shares	-	19,472,331
Payment for issuance of shares	-	(273,719)
Repayment from 3rd party	-	1,128,951
Loan from non controlling interest party	6,499,650	-
Repayment of finance leases	(124,227)	(510,576)
Repayment of bank loan	(65,333)	(62,170)
<b>Cash used in financing activities</b>	<b>6,246,483</b>	<b>19,668,051</b>
Net increase / (decrease) in cash	(19,100,514)	17,727,851
Cash balance at beginning of year	20,161,808	2,423,165
Net effect of exchange rate	31,787	10,792
Cash balance at end of year	<b>1,093,081</b>	<b>20,161,808</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 capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.**

**Consolidated statement of changes in equity**

<b>THE GROUP</b>	<b>Share capital S\$</b>	<b>Warrant Reserve S\$</b>	<b>Statutory reserve S\$</b>	<b>Translation reserve S\$</b>	<b>Share options reserve S\$</b>	<b>Retained earnings/ (losses) S\$</b>	<b>Total attributable to owners of the Company S\$</b>	<b>Minority interest S\$</b>	<b>Total equity S\$</b>
<b>Balance at 1 January 2014</b>	<b>31,750,964</b>	<b>1,382,646</b>	<b>119,135</b>	<b>14,548</b>	<b>105,993</b>	<b>(26,743,767)</b>	<b>6,629,519</b>	<b>-</b>	<b>6,629,519</b>
Total comprehensive loss for the period:									-
- Loss for the period	-	-	-	-	-	(2,392,610)	(2,392,610)	(2,356)	(2,394,966)
- Other comprehensive loss for the period	-	-	-	9,948	-	-	9,948	-	9,948
	-	-	-	9,948	-	(2,392,610)	(2,382,662)	(2,356)	(2,385,018)
Transaction with owners recognised directly in equity									
Non-controlling interest arising from acquisition of subsidiary	-	-	-	-	-	-	-	(224)	(224)
Issuance of shares	14,165,580	-	-	-	-	-	14,165,580	-	14,165,580
Exercise of share options	223,081	-	-	-	(79,147)	-	143,934	-	143,934
Exercise of warrants	6,271,745	(1,382,646)	-	-	-	-	4,889,099	-	4,889,099
	20,660,406	(1,382,646)	-	-	(79,147)	-	19,198,613	(224)	19,198,389
<b>Balance at 31 December 2014</b>	<b>52,411,370</b>	<b>-</b>	<b>119,135</b>	<b>24,496</b>	<b>26,846</b>	<b>(29,136,377)</b>	<b>23,445,470</b>	<b>(2,580)</b>	<b>23,442,890</b>
Total comprehensive loss for the period:									
- Loss for the period	-	-	-	-	-	(2,796,505)	(2,796,505)	(1,949,882)	(4,746,387)
- Other comprehensive loss for the period	-	-	-	33,569	-	-	33,569	(1,783)	31,786
	-	-	-	33,569	-	(2,796,505)	(2,762,936)	(1,951,665)	(4,714,601)
Non-controlling interest arising from acquisition of subsidiary	-	-	-	-	-	-	-	377,570	377,570
Exercise of share options	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	377,570	377,570
<b>Balance at 31 December 2015</b>	<b>52,411,370</b>	<b>-</b>	<b>119,135</b>	<b>58,065</b>	<b>26,846</b>	<b>(31,932,882)</b>	<b>20,682,534</b>	<b>(1,576,675)</b>	<b>19,105,859</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 capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year. (continued)**

ADVENTUS HOLDINGS LIMITED AND ITS SUBSIDIARIES  
For the Year Ended 31 December 2015  
Consolidated statement of changes in equity

THE COMPANY	Share capital	Warrant Reserve	Share options reserve	Retained earnings/ (losses)	Total
	S\$	S\$	S\$	S\$	S\$
Balance at 1 January 2014	31,750,964	1,382,646	105,993	(29,460,399)	3,779,204
Total comprehensive loss for the period:					
- Loss for the period	-	-	-	(1,156,665)	(1,156,665)
Transaction with owners recognised directly in equity					
Issuance of shares	14,165,580	-	-	-	14,165,580
Exercise of share options	223,081	-	(79,147)	-	143,934
Exercise of warrants	6,271,745	(1,382,646)	-	-	4,889,099
	20,660,406	(1,382,646)	(79,147)	-	19,198,613
<b>Balance at 31 December 2014</b>	<b>52,411,370</b>	<b>-</b>	<b>26,846</b>	<b>(30,617,064)</b>	<b>21,821,152</b>
Total comprehensive loss for the period:					
- Loss for the period	-	-	-	(1,573,278)	(1,573,278)
Exercise of warrants	-	-	-	-	-
	-	-	-	-	-
<b>Balance at 31 December 2015</b>	<b>52,411,370</b>	<b>-</b>	<b>26,846</b>	<b>(32,190,342)</b>	<b>20,247,874</b>

**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.**

**Employee Share Options Scheme (the "ESOS")**

The movements in ESOS were as follows:

Options under the ESOS outstanding as at 1 January 2014	8,305,000
Less:	
Expiry of share options	(15,000)
Exercise of share options	(6,110,000)
Options under the ESOS outstanding as at 31 December 2014	2,180,000
Less:	
Expiry of share options upon cessation of Employee	(100,000)
Options under the ESOS outstanding as at 31 December 2015	2,080,000

**Others**

Other than the unexpired share options under the ESOS as stated in the preceding paragraphs, the Company has no other outstanding convertible securities as at 31 December 2015.

Other than the expiry of 100,000 share options after the cessation of employment of an employee of a subsidiary, the balance options under the ESOS were not exercised.

**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.**

	Group		Company	
	31 December 2015	31 December 2014	31 December 2015	31 December 2014
	No. of shares	No. of shares	No. of shares	No. of shares
Issued share capital	<u>1,950,619,331</u>	<u>1,950,619,331</u>	<u>1,950,619,331</u>	<u>1,950,619,331</u>

**1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.**

Not applicable as the Company did not have any treasury shares.

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

These figures have not been audited nor 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.**

Yes.

**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**

	Group	
	FY2015 S\$ (Unaudited)	FY2014 S\$ (Audited)
Attributable to owners of the Company:		
- Loss after tax	(2,762,935)	(2,392,610)
<b><u>Basic and diluted</u></b>	<b>No. of shares (<sup>'000</sup>)</b>	<b>No. of shares (<sup>'000</sup>)</b>
Weighted average number of ordinary shares	1,950,619	1,533,681
	<b>(in S\$ cents)</b>	<b>(in S\$ cents)</b>
Attributable to owners of the Company:		
- Loss per share	(0.14)	(0.16)

**7. Net asset value (for the issuer and group) per ordinary share based on issued share capital 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	
	31 December 2015 (Unaudited) Singapore cents	31 December 2014 (Audited) Singapore cents	31 December 2015 (Unaudited) Singapore cents	31 December 2014 (Audited) Singapore cents
Net asset value per share based on existing capital issued as at respective period	1.06	1.20	1.04	1.12



	No. of shares	No. of shares	No. of shares	No. of shares
Issued share capital at the end of the period	1,950,619,331	1,950,619,331	1,950,619,331	1,950,619,331

**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**

1. For FY2015, the Group recorded a total revenue of S\$4.28 million, which was a decrease of 8.0% over the S\$4.65 million recorded in FY2014. The decrease was largely due to a subsidiary having secured fewer large orders for equipment and machinery as compared to FY2014, together with a drop in revenue of another subsidiary.
2. The cost of sales reduced by 18.2% to S\$3.16 million (FY2014: S\$3.86 million). The decrease was mainly due to (a) lower allowance made for inventory obsolescence in subsidiaries in FY2015, (b) a decrease in depreciation of machinery arising from disposal of a machine by a subsidiary, and (c) certain assets that were fully depreciated during FY2015.
3. The FY2015 gross profit of S\$1.13 million was S\$0.34 million higher compared to FY2014 gross profit of S\$0.79 million. The increase was mainly due to lower allowance made for inventory obsolescence in subsidiaries, and partially offset by lower revenue in the subsidiaries.
4. Other operating income increased to S\$1.1m in FY2015 from S\$0.27m in FY2014 mainly due to the S\$0.9m forex gain from the Project.
5. Other expenses increased to S\$57,456 in FY2015 from S\$11,262 in FY2014 mainly due to provision for impairment of securities held for trading.
6. Distribution and selling expenses reduced to S\$59,338 in FY2015 compared to S\$94,969 in FY2014 as a result of better financial and operational controls by subsidiaries.
7. Administrative costs increased to S\$5.7m in FY2015 from S\$3.3m in FY2014 mainly due to S\$2.6m of legal and professional services fees incurred for the Project.
8. The finance costs consisted mainly of interest charged by a financial institution for hire purchase agreement and mortgage term loan of subsidiaries. The decrease was due to lower principal amount outstanding in FY2015 as compared to FY2014.

In summary, the Group's loss before tax increased to S\$4.7 million in FY2015 from S\$2.4 million in FY2014 mainly due to:

- Decrease in revenue in subsidiaries of S\$0.4m; and
- Increase in legal and professional fees incurred for the Project amounting to S\$2.6m.

The loss is offset by a decrease in cost of sales by S\$0.7m.

**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-(continued)**

**b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

Statement of Financial Position

- (i) Property, plant and equipment decreased mainly due to a full provision made for a machine by a subsidiary, and current year depreciation.
- (ii) Trade and other receivables as at 31 December 2015 comprised the following:

FY2015	FY2014
S\$	S\$
(Unaudited)	(Audited)

Trade receivables	494,957	490,345
Other receivables and prepayments	8,726,091	195,529

The increase in other receivables relates mainly to the Project.

- (iii) The decrease in inventories was mainly due to consumption for sales activities and subsidiaries' efforts to maintain lower stock levels to reduce holding costs.
- (iv) Non-current assets held for sales of relate to the Project under the Property and hospitality segment.
- (v) The finance leases were hire purchase agreements of a subsidiary in relation to certain motor vehicles, and plant and machinery. The decrease was due to repayments made in FY2015.
- (vi) The interest-bearing loan comprised a loan from a financial institution for a leasehold building located at Tuas, Singapore of a subsidiary. The decrease is due to repayments made in FY2015.
- (vii) The deferred tax liabilities arose from revaluation of a leasehold building of a subsidiary. The decrease was due to the reversal of the deferred tax liabilities in line with the depreciation of the building.
- (viii) Trade and other payables as at 31 December 2015 comprised the following:

	FY2015 S\$ (Unaudited)	FY2014 S\$ (Audited)
Trade payables	241,353	415,853
Other payables and accruals	7,693,769	921,047
Liabilities directly associated with assets held for sale	40,686,004	-
Amount due to a related party	-	150,000

The trade payables decreased mainly due to lower sales and better prices secured from suppliers.

The increase in other payables and accruals relates mainly to the loan from a non-controlling party. For FY2015 the amount was S\$6.5m as compared to S\$0.9m for FY2014.

The liabilities directly associated with assets held for sale relate to the Project.

#### Statement of Cash Flows

The net cash position decreased largely due to loans extended for the Project in the second half of FY2015.

### **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 advanced materials market in which the Group's existing subsidiaries operate is expected to remain challenging due to intense competition and an uncertain global economic climate.

In FY2015, the Group made its first investment in Vietnam (the Project) under the property and hospitality segment. Barring unforeseen circumstances, the Group is cautiously optimistic that the Project will have a positive contribution to its revenue and earnings.

### **11. Dividend**

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

Any dividend declared for the current financial period reported on?

No dividend was proposed for declaration for the current financial year ended 31 December 2015.

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

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

No dividend was declared for the corresponding year ended 31 December 2014.

***(c) Date payable***

Not applicable.

***(d) Books closure date***

Not applicable.

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

No dividend for the financial year ended 31 December 2015 is recommended nor declared.

**13. Interested Person Transactions – Pursuant to Rule 920 (1) (a) of Section B of the Catalist Listing Manual**

The Company does not have any existing general mandate pursuant to Rule 920 of the Listing Manual of the Exchange, Section B: Rules of Catalist ("**Catalist Rules**")

**PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT**  
**(This part is not applicable to Q1, Q2, Q3 or Half Year Results)**

**14. Segmented revenue and results for business or geographical 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.**

	Advanced materials & solutions		Commodities and mineral resources		Property and hospitality		Corporate revenue and expenses		Total continuing and discontinued operations	
	FY2015	FY2014	FY2015	FY2014	FY2015	FY2014	FY2015	FY2014	FY2015	FY2014
	S\$ (Unaudited)	S\$ (Audited)	S\$ (Unaudited)	S\$ (Audited)	S\$ (Unaudited)	S\$ (Audited)	S\$ (Unaudited)	S\$ (Audited)	S\$ (Unaudited)	S\$ (Audited)
Total revenue	4,283,669	4,652,030	-	-	-	-	-	-	4,28369	4,652,030
Segment results	1,127,355	(1,293,155)	-	(6,080)	-	(2,604)	-	1,278,181)	1,127,355	(2,580,020)
Other operating income	49,908	125,628	-	-	-	-	132,221	132,442	182,129	258,070
Other operating expenses	(1,983,968)	-	(3,353)	-	(2,471,946)	-	(358,212)	11,262)	(4,817,479)	(11,262)
Other expenses	(10,076)	-	(391)	-	-	-	(46,989)	-	(57,456)	-
Interest income	-	10	-	-	-	-	-	8,114	-	8,1245
Finance costs	(63,606)	(86,766)	-	-	-	-	-	-	(63,606)	(86,766)
Impairment of goodwill	-	(743)	-	-	-	-	-	-	-	(743)
Income tax	-	17,631	-	-	-	-	10,025	-	10,025	17,631
<b>Loss for the year</b>	<b>(880,387)</b>	<b>(1,237,395)</b>	<b>(3,744)</b>	<b>(6,080)</b>	<b>(2,471,946)</b>	<b>(2,604)</b>	<b>(262,955)</b>	<b>(1,148,887)</b>	<b>(4,746,387)</b>	<b>(2,394,966)</b>

**14. Segmented revenue and results for business or geographical 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 (continued)**

	Advanced materials & solutions		Commodities and mineral resources		Property and hospitality		Corporate revenue and expenses		Total continuing and discontinued operations	
	FY2015 S\$ (Unaudited)	FY2014 S\$ (Audited)	FY2015 S\$ (Unaudited)	FY2014 S\$ (Audited)	FY2015 S\$ (Unaudited)	FY2014 S\$ (Audited)	FY2015 S\$ (Unaudited)	FY2014 S\$ (Audited)	FY2015 S\$ (Unaudited)	FY2014 S\$ (Audited)
Segment assets	3,482,353	5,191,500	-	-	64,664,720	450	931,949	21,247,146	69,079,022	26,439,096
Segment liabilities	1,149,972	2,278,357	2,500	4,300	48,223,619	800	376,513	482,171	49,752,604	2,765,628
Capital expenditure	14,737	19,316	-	-	-	-	26,179	26,179	40,916	45,495
Depreciation of property, plant and equipment	498,245	582,652	-	-	-	-	6,698	6,698	504,943	589,350
Gain on disposal of property, plant and equipment	-	(4,779)	-	-	-	-	-	-	(4,779)	(4,779)
Gain on disposal of held-for-trading investment	-	-	-	-	-	-	(126,312)	126,312	(126,312)	(126,312)
Impairment of goodwill	-	743	-	-	-	-	-	-	743	743
Liability for assets held for sales	-	-	-	-	52,871,455	-	-	11,262	52,700,367	11,262
Impairment on property, plant and equipment	-	-	-	-	-	-	-	-	-	-

All assets and liabilities are allocated to reportable segments other than corporate assets and liabilities which cannot be attributed to any one operating segment.

**14. Segmented revenue and results for business or geographical 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. (continued)**

	FY2015 S\$ (Unaudited)	FY2014 S\$ (Audited)
<b><u>Sales revenue</u></b>		
North Asia <sup>(1)</sup>	453,992	955,102
South Asia <sup>(2)</sup>	1,444,250	1,442,547
Singapore	1,924,794	1,981,614
Europe <sup>(3)</sup>	306,307	216,977
United States	62,709	49,293
Others	91,617	6,497
	4,283,669	4,652,030
<b><u>Non-current assets</u></b>		
Singapore	3,133,843	3,547,946
Malaysia	-	1,223
	3,133,843	3,549,169

**Notes:**

<sup>(1)</sup> North Asia consists of the People's Republic of China, South Korea, Japan, Bangladesh and Pakistan.

<sup>(2)</sup> South Asia consists of Thailand, Vietnam, India, Indonesia and Malaysia.

<sup>(3)</sup> Europe consists of Germany, France, United Kingdom and Liechtenstein.

Information about major customers

In 2015, S\$867,014 (2014: S\$1,074,978) of revenue was generated from three (3) top customers from the Advanced Materials and Solutions segment, which accounted for 19.22% (2014: 23.9%) of the Group's total revenue.

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

In FY2015, subsidiaries in Advanced Materials & Solutions Segment reported a revenue of S\$4.3m, a 7.9% decrease from FY2014 revenue of S\$4.7m due to current adverse global economic conditions. Loss for FY2015 reduced 29% from S\$1.2m to S\$0.9m due to management initiatives to reduce suppliers' prices and overhead expenses.

In FY2015, the Group made its first investment in Vietnam (the Project) under the Property and hospitality segment. This segment reported a loss of \$2.5m for FY2015 as compared to \$3,000 in FY2014. This is mainly due to start-up and initial costs associated with the Project.

**16. A breakdown of sales.**

	FY2015 S\$ (Unaudited)	FY2014 S\$ (Audited)	Increase / (Decrease) %
Sales reported for first half	1,974,737	2,444,779	(19.22)
Operating loss after tax before minority interest for first half	(1,242,808)	(1,023,625)	21.4
Sales reported for second half	2,308,932	2,207,251	4.6
Operating income (loss) after tax before minority interest for second half	(2,556,873)	(1,371,341)	86.4

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

Not applicable. No dividend was declared.

## 18. Utilisation of Proceeds

As at 1 January 2015, the Company had balance proceeds of S\$1.25 million, which was raised from the share placement in October 2010. As at 31 December 2015, it was used for working capital purposes, as set out below:

	S\$'000
Payments for directors and staff expenses	556
Payments for operational costs	402
Payments for professional fees and other compliance costs	296
Total	<u>1,254</u>

On 12 March 2014, the Company had net proceeds amounting to approximately S\$14.16 million (the "Proceeds") from the allotment and issue of 875,000,000 new ordinary shares in the share capital of the Company to Mr. Chin Bay Ching. As announced on 24 July 2015, the Company incurred S\$11.87 million for the purchase consideration of the Project and S\$2.29m will be used for general working capital purposes.

As at 31 December 2015, the usage of the Proceeds was as follows:

Intended use of net proceeds	Percentage Allocated (%)	Proceeds from Subscription (S\$'000)	Amount utilised (S\$'000)	Balance (S\$'000)
Undertaking of future acquisitions	83.79%	11,868	11,868	-
General working capital of the Group	16.21%	2,296	1,051 <sup>1</sup>	1,245

<sup>1</sup> The S\$1.05 million was used for professional fees in relation to the Project.

Pending the further deployment of the balance of the Proceeds, the Company invested S\$1.25 million in certain quoted investments to generate investment income during the interim.

## 19. Disclosure of person occupying a managerial position in the issuer or any of its principle subsidiaries who is a relative of a director or chief executive office 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.

Pursuant to Rule 704(10) of the Catalyst Rules, the Board of Directors of the Company would like to confirm that none of the person occupying managerial positions in the Company or its principal subsidiaries is related to a director or chief executive officer or substantial shareholder of the Company, for the financial year ended 31 December 2015.

## BY ORDER OF THE BOARD

Lee Bee Fong  
Company Secretary  
29 February 2015