

IPCO INTERNATIONAL LIMITED
FOR THE THIRD QUARTER AND NINE MONTHS ENDED 31 JANUARY 2015
These figures have not been audited

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						
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME	Group			Group		
	3rd Quarter to 31/01/15 S\$'000	3rd Quarter to 31/01/14 S\$'000	% Increase/ (decrease)	9 Months to 31/01/15 S\$'000	9 Months to 31/01/14 S\$'000	% Increase/ (decrease)
Revenue						
Sale of goods	4,313	2,911	48.2	11,125	10,008	11.2
Sale of land lots	-	-	-	709	160	nm
Natural gas installation, connection, delivery and usage	6,044	5,411	11.7	16,912	14,065	20.2
	10,357	8,322	24.5	28,746	24,233	18.6
Other items of revenue/(expense)						
Available-for-sale financial assets						
- net (loss)/gain on disposal	(696)	159	nm	(696)	1,221	nm
Financial assets, at fair value through profit or loss						
- fair value (loss)/gain	(391)	5,313	nm	(1,192)	(66,172)	(98.2)
- net gain on disposal	61	30,819	(99.8)	179	2,168	(91.7)
Other income	4,161	6,016	(30.8)	6,878	7,759	(11.4)
	3,135	42,307	(92.6)	5,169	(55,024)	nm
Total revenue	13,492	50,629	(73.4)	33,915	(30,791)	nm
Operating expenses						
Changes in inventories of finished goods, work-in-process and land held for sale	314	366	(14.2)	(318)	408	nm
Raw materials and consumables used	(9,044)	(5,805)	55.8	(19,627)	(15,976)	22.9
Land development costs	-	-	-	(958)	(199)	nm
Amortisation of intangible assets	(317)	(302)	5.0	(926)	(909)	1.9
Depreciation of property, plant and equipment	(671)	(531)	26.4	(1,743)	(1,520)	14.7
Allowance for impairment loss of available-for-sale financial asset	-	29	nm	-	-	-
Allowance for doubtful receivables	(42)	(234)	(82.1)	(25)	(138)	(81.9)
Employee benefits expenses	(1,634)	(1,843)	(11.3)	(4,433)	(4,697)	(5.6)
Finance costs	(185)	66	nm	(570)	(857)	(33.5)
Operating lease expenses	(126)	(131)	(3.8)	(379)	(378)	0.3
Other operating expenses	(248)	(1,257)	(80.3)	(2,195)	(3,360)	(34.7)
Total operating expenses	(11,953)	(9,642)	24.0	(31,174)	(27,626)	12.8
Profit/(Loss) from operations	1,539	40,987	(96.2)	2,741	(58,417)	nm
Share of results of associated companies, net of tax	(113)	(23)	nm	(147)	7	nm
Profit/(Loss) before income tax	1,426	40,964	(96.5)	2,594	(58,410)	nm
Income tax expense	152	(150)	nm	(177)	(875)	(79.8)
Profit/(Loss) for the financial period	1,578	40,814	(96.1)	2,417	(59,285)	nm
Other comprehensive income :						
Available-for-sale-financial assets						
- fair value gain/(loss)	(686)	(11,869)	(94.2)	(5,267)	(192,832)	(97.3)
Exchange differences on translating foreign operations	(1,205)	394	nm	(1,326)	1,771	nm
Disposal of a subsidiary	-	(39,801)	nm	-	(39,801)	nm
Other comprehensive income for the financial period	(1,891)	(51,276)	(96.3)	(6,593)	(230,862)	(97.1)
Total comprehensive income for the financial period	(313)	(10,462)	(97.0)	(4,176)	(290,147)	(98.6)

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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						
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME	Group			Group		
	3rd Quarter to 31/01/15 S\$'000	3rd Quarter to 31/01/14 S\$'000	% Increase/ (decrease)	9 Months to 31/01/15 S\$'000	9 Months to 31/01/14 S\$'000	% Increase/ (decrease)
Profit/(Loss) attributable to :						
Owners of the parent	1,455	41,343	(96.5)	2,416	(60,627)	nm
Non-controlling interests	123	(529)	nm	1	1,342	(99.9)
	1,578	40,814	(96.1)	2,417	(59,285)	nm
Total comprehensive income attributable to :						
Owners of the parent	167	1,557	(89.3)	(2,709)	(279,399)	(99.0)
Non-controlling interests	(480)	(12,019)	(96.0)	(1,467)	(10,748)	(86.4)
	(313)	(10,462)	(97.0)	(4,176)	(290,147)	(98.6)
nm-not meaningful						
1(a)(ii) ADDITIONAL INFORMATION ON THE INCOME STATEMENT						
	Group			Group		
	3rd Quarter to 31/01/15 S\$'000	3rd Quarter to 31/01/14 S\$'000	% Increase/ (decrease)	9 Months to 31/01/15 S\$'000	9 Months to 31/01/14 S\$'000	% Increase/ (decrease)
Other Income						
Administrative service fee, rental and corporate guarantee fee from an associated company	7	91	(92.3)	30	127	(76.4)
Dividend income	-	35	nm	-	70	nm
Foreign exchange gain, net	4,040	1,273	nm	6,345	2,327	nm
Gain on disposal of a subsidiary	-	828	nm	-	828	nm
Gain on disposal of property, plant and equipment	2	2	-	2	126	(98.4)
Interest income	87	158	(44.9)	458	623	(26.5)
Waiver of debts by a disposed subsidiary	-	3,655	nm	-	3,655	nm
Sundry income	25	(26)	nm	43	3	nm
	4,161	6,016	(30.8)	6,878	7,759	(11.4)
nm-not meaningful						

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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 As at 31/01/15 S\$'000	Group As at 30/04/14 S\$'000	Company As at 31/01/15 S\$'000	Company As at 30/04/14 S\$'000
Non-current assets				
Intangible assets	50,166	48,473	-	-
Property, plant and equipment	58,359	51,076	296	345
Subsidiaries	-	-	65,923	65,923
Associated companies	537	684	581	581
Available-for-sale financial assets	4,664	8,458	4,638	8,114
Deferred tax assets	434	412	-	-
Inventories	8,976	8,535	-	-
	123,136	117,638	71,438	74,963
Current assets				
Available-for-sale financial assets	1,118	3,396	-	-
Inventories	7,297	6,197	-	-
Trade and other receivables	16,949	15,831	67,918	64,112
Financial assets, at fair value through profit or loss	1,979	3,738	74	2
Cash and cash equivalents ** Refer breakdown at the bottom page	10,486	13,014	169	1,837
Convertible loan	836	900	-	-
	38,665	43,076	68,161	65,951
Current liabilities				
Trade and other payables	40,545	34,120	8,666	7,955
Provisions	256	276	242	249
Finance lease liabilities	40	40	40	40
Current income tax payable	623	1,404	-	-
Borrowings	6,071	6,346	-	800
	47,535	42,186	8,948	9,044
Net current (liabilities)/assets	(8,870)	890	59,213	56,907
Non-current liabilities				
Finance lease liabilities	(107)	(138)	(107)	(138)
Borrowings	(16,426)	(16,971)	-	-
Deferred tax liabilities	(9,567)	(9,077)	-	-
	(26,100)	(26,186)	(107)	(138)
NET ASSETS	88,166	92,342	130,544	131,732
Equity				
Share capital	263,687	263,687	263,687	263,687
Other reserves	(23,614)	(18,489)	387	2,641
Accumulated losses	(137,007)	(139,423)	(133,530)	(134,596)
Equity attributable to owners of the parent	103,066	105,775	130,544	131,732
Non-controlling interests	(14,900)	(13,433)	-	-
TOTAL EQUITY	88,166	92,342	130,544	131,732
** Breakdown as follows:				
Cash and cash equivalents as above	10,486	13,014		
Less:				
Cash pledged for bank facilities	(2,600)	(2,601)		
As per consolidated statement of cash flow	7,886	10,413		

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1(b)(ii) In relation to the aggregate amount of the group's borrowings and debt securities, specify the following as at the end of the current financial period reported on with comparative figures as at the end of the immediately preceding financial year: (A) the amount repayable in one year or less, or on demand; (B) the amount repayable after one year; (C) whether the amounts are secured or unsecured; and (D) details of any collaterals.				
	As at 31/01/15 Secured S\$'000	As at 31/01/15 Unsecured S\$'000	As at 30/04/14 Secured S\$'000	As at 30/04/14 Unsecured S\$'000
Group Borrowings and Debt Securities				
Amount repayable in one year or less, or on demand	4,520	1,551	4,937	1,409
Amount repayable after one year	16,426	-	16,971	-
Details of any collaterals				
a Short Term Borrowings				
(i) The current year's secured short term borrowings of S\$4.52 million and previous year's borrowings of S\$4.94 million comprise : (a) share margin financing facility secured by pledge of certain financial assets at fair value through profit or loss of S\$0.03 million in current year and S\$0.11 million in previous year. Interest is charged at 6% to 8% per annum. (b) short term bank borrowings of S\$4.49 million in current year as compared to S\$4.83 million in previous year which are secured by property, plant and equipment, exclusive revenue collection rights, equity interest of certain subsidiaries and pledge of certain financial assets at fair value through profit or loss. Interest is charged at 5% to 7.25% per annum.				
(ii) The current year's unsecured short term borrowings of S\$1.55 million as compared with S\$1.41 million in previous year were loans from business associates and are unsecured and repayable on demand. Interest was charged at 9.5% per annum.				
b Long Term Borrowings				
The secured long term portion of bank borrowings is S\$16.43 million in current year and S\$16.97 million in previous year respectively, are secured by property, plant and equipment, exclusive revenue collection rights and equity interest of certain subsidiaries.				

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1(c)	A statement of cashflows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year			
	3rd Quarter to 31/01/15 S\$'000	3rd Quarter to 31/01/14 S\$'000	9 Months to 31/01/15 S\$'000	9 Months to 31/01/14 S\$'000
CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE THIRD QUARTER AND NINE MONTHS ENDED 31 JANUARY 2015				
Operating activities				
Profit/(Loss) before income tax	1,426	40,964	2,594	(58,410)
Adjustments for:				
Allowance made/(reversed) for doubtful receivables	42	234	25	138
Amortisation of intangible assets	317	302	926	909
Depreciation of property, plant and equipment	671	531	1,743	1,520
Allowance for impairment loss of available-for-sale financial assets	-	(29)	-	-
Loss on disposal of available-for-sale financial assets	696	(159)	696	(1,221)
Dividend income	-	(35)	-	(70)
Gain on disposal of property, plant and equipment	(2)	(2)	(2)	(126)
Interest expenses	155	(88)	479	806
Interest income	(87)	(158)	(458)	(623)
Gain on disposal of a subsidiary	-	(828)	-	(828)
Provisions made during the financial period	34	42	101	269
Share of results of an associated company	113	23	147	(7)
Fair value gain on financial assets, at fair value through profit or loss	391	(5,313)	1,192	66,172
Operating profit before changes in working capital	3,756	35,484	7,443	8,529
Working capital changes				
Inventories	(2,692)	(1,483)	(2,903)	(3,068)
Trade and other receivables	(1,814)	(13,138)	(2,722)	9,603
Trade and other payables	3,010	(2,505)	2,350	3,898
Provisions	(94)	(36)	(121)	(304)
Cash from operations	2,166	18,322	4,047	18,658
Net disposal and acquisition of financial assets held-for-trading	157	(20,446)	568	5,010
Interest received	87	158	458	623
Interest paid	(155)	88	(479)	(806)
Net income tax paid	88	(1,399)	(957)	(6,628)
Net cash from/(used in) operating activities	2,343	(3,277)	3,637	16,857
Investing activities				
Dividend received	-	35	-	70
Addition of intangible assets	(4)	(136)	(141)	(136)
Purchase of property, plant and equipment	(2,502)	(3,326)	(6,080)	(7,973)
Proceeds from disposals of property, plant and equipment	(2)	51	51	176
Net proceeds/(payments) from disposals/(purchases) of available-for-sale financial assets	818	(84)	818	(50,457)
Net effect on disposal of a subsidiary	-	828	-	828
Net cash used in investing activities	(1,690)	(2,632)	(5,352)	(57,492)
Financing activities				
Proceeds from borrowings	800	3,449	1,239	12,999
Repayments of borrowings	(43)	(1,091)	(2,213)	(8,420)
Repayments of finance leases	(11)	(10)	(31)	142
Net cash from/(used in) financing activities	746	2,348	(1,005)	4,721
Net change in cash and cash equivalents	1,399	(3,561)	(2,720)	(35,914)
Effect of foreign exchange rate changes in cash and cash equivalents	(5)	502	193	1,814
Cash and cash equivalents at beginning of financial period	6,492	13,434	10,413	44,475
Cash and cash equivalents at end of financial period	7,886	10,375	7,886	10,375
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			
	Refer separate worksheet.			

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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.		
	In the current and previous financial period, the Company did not issue any shares which remain at 5,100,799,986 ordinary issued shares as at 31 January 2015 and 31 January 2014.		
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 As at 31/01/15	Group As at 30/04/14
	Number of ordinary shares issued and fully paid	5,100,799,986	5,100,799,986
	There are no treasury shares as at end of the current financial period and as at 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		
2	Whether the figures have been audited, or reviewed, and in accordance with which auditing standard or practice.		
	These figures have not been audited or reviewed.		
3	Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).		
	These figures have not been audited or reviewed.		
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 as compared to the audited financial statements as at 30 April 2014.		
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 and Company has adopted the new/revised FRS that are effective for annual periods beginning on or after 1 May 2014. The adoption of this new/revised FRS did not result in any significant impact on the financial statements of the Group and Company.		
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 Basic	Group Diluted
6(a)	Earnings per ordinary share of the group (in cents) current financial period 31/01/15 and (Based on 5,100,799,986 basic and diluted weighted average number of ordinary shares in issue at 31/01/15)	0.05	0.05
6(b)	immediately preceding financial period 31/01/14 (Based on 5,100,799,986 basic and diluted weighted average number of ordinary shares in issue at 31/01/14)	(1.19)	(1.19)
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 (S\$)	Company (S\$)
7(a)	Net asset value current financial period ended 31/01/15 and (Based on 5,100,799,986 issued shares at 31/01/15)	0.02	0.03
7(b)	immediately preceding financial year at 30/04/14 (Based on 5,100,799,986 issued shares at 30/04/14)	0.02	0.03

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8	<p>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:</p> <p>(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</p> <p>(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.</p>
	<p><u>3Q FY15 vs 3Q FY14</u></p> <p>In the third quarter ended 31 January 2015 ("3Q FY15"), the Group achieved a Turnover of S\$10.3 million, as compared with S\$8.3 million for the corresponding period ended 31 January 2014 ("3Q FY14"), an increase of 24.5% or S\$2.0 million. The Group's Turnover was mainly attributable to the following subsidiaries:</p> <ul style="list-style-type: none"> • ESA Electronics Pte Ltd ("ESA"), which operates in the semi-conductor industry, recorded a 48.2% increase in Turnover of S\$1.4 million, from S\$2.9 million recorded in 3Q FY14 to S\$4.3 million in 3Q FY15. The increase was mainly due to higher demand for burn-in boards by semi-conductor manufacturers in the current quarter. • Asia Plan Limited ("Asia Plan"), via its wholly-owned subsidiary Capri Investment L.L.C. ("Capri"), did not make any revenue contribution in 3Q FY15 and 3Q FY14 as there were no finalised sales agreements with home builders in the current and previous quarter. • Excellent Empire Ltd ("Excellent Empire"), via its wholly-owned subsidiary China Environmental Energy Protection Investment Ltd ("China Environmental"), which in turn through its China subsidiaries supplies natural gas to households, commercial and industrial users in Anlu, Dawu, XiaoChang and Guangshui Cities in Hubei, PRC, achieved a Turnover of \$6.0 million in 3Q FY15, as compared with S\$5.4 million in 3Q FY14. The 11.7% increase of S\$0.6 million was due to increased gas consumption by industrial and household customers and new connection fees. <p>The Group recorded a Profit before Income Tax of approximately S\$1.4 million in 3Q FY15, as compared with S\$41.0 million recorded in 3Q FY14. This was mainly due to a fair value loss of S\$5.7 million in Financial Assets through Profit or Loss ("FVTPL"), arising from market valuation of quoted trading securities and a decrease of S\$30.8 million gain on disposal of these quoted securities, as the Group did not actively dispose such securities in 3Q FY15 as compared to 3Q FY14.</p> <p>The Group recorded a Profit after Income Tax of S\$1.6 million in 3Q FY15, as compared with S\$40.8 million recorded in 3Q FY14.</p> <p>Other Revenue was S\$3.1 million in 3Q FY15, compared with S\$42.3 million in 3Q FY14, a decrease of S\$39.2 million. This was mainly attributable to:</p> <ul style="list-style-type: none"> • A loss of approximately S\$0.9 million on disposal of Available-For-Sale of Financial Assets ("AFS") of quoted securities, from a gain of S\$0.2 million in 3Q FY14 to a loss of S\$0.7 million in 3Q FY15; • A fair value loss of S\$5.7 million in FVTPL, arising from market valuation of quoted securities from S\$5.3 million fair value gain in 3Q FY14 to a fair value loss of S\$0.4 million in 3Q FY15; • A decrease of S\$30.8 million gain on disposal of FVTPL quoted securities, as the Group did not actively dispose such securities in 3Q FY15 as compared with 3Q FY14; • A gain of S\$0.8 million on disposal of SSSL was recorded in 3Q FY14 and none in 3Q FY15; • A S\$3.7 million waiver of debts by the disposed subsidiary, SSSL was recorded in 3Q FY14 and none in 3Q FY15; • A decrease of S\$0.1 million in interest and dividend income offset by an increase of S\$2.8 million foreign exchange gain, from S\$1.2 million in 3Q FY14 to S\$4.0 million in 3Q FY15, largely due to unrealised exchange gains arising from the revaluation of foreign currency denominated balances primarily in : <ol style="list-style-type: none"> (i) United States Dollars ("US\$"), which strengthened from S\$1.273 in 2Q FY15 to S\$1.321 in 3Q FY 15 (S\$1.256 in 2Q FY14 to S\$1.265 in 3Q FY 14). (ii) Chinese Renminbi ("RMB") which strengthened from S\$0.207 in 2Q FY15 to S\$0.213 in 3Q FY15 (S\$0.205 in 2Q FY14 to S\$0.209 in 3Q FY 14). <p>The Group's Total Cost and Expenses increased by S\$2.3 million to S\$11.9 million in 3Q FY15, compared with S\$9.6 million in 3Q FY14.</p> <p>This was mainly due to:</p> <ul style="list-style-type: none"> • S\$3.3 million change in inventories, work-in-process, raw materials and consumables used, mainly due to increased turnover by the semi-conductor business of its subsidiary company ESA and by the natural gas business of China Environmental's subsidiary companies in China; • S\$0.1 million increase in depreciation of Property, Plant and Equipment from China subsidiaries; • S\$0.2 million decrease in allowance for doubtful trade receivables from ESA; • S\$0.3 million increase in finance costs, mainly due to bank loan interests from China subsidiaries; • A decrease of S\$0.2 million in employee benefit expenses and approximately S\$1.0 million of other general and administrative operating expenses by Group subsidiaries. <p>The Share of Loss of Associated Companies is S\$113,000 in 3Q FY15 and S\$23,000 in 3Q FY14, respectively. This was a share of loss from a 20% equity interest in the associate company Industrial Engineering Systems Pte Ltd ("IES").</p>

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	<p>The decrease in Income Tax of S\$0.3 million from a negative of S\$0.15 million in 3QFY14 to a positive S\$0.15 million in 3QFY15 is mainly due to decreased tax provisions by the Group's subsidiaries.</p> <p>9M FY14 vs 9M FY13</p> <p>During the nine months ended 31 January 2015 ("9M FY15"), the Group achieved a Turnover of S\$28.7 million, which increased by 18.6% or S\$4.5 million when compared with Turnover of S\$24.2 million recorded for the corresponding nine months ended 31 January 2014 ("9M FY14"). The Group's Turnover was mainly attributable to the following subsidiaries:</p> <ul style="list-style-type: none">• ESA recorded a 11.2% increase in Turnover of S\$1.1 million to S\$11.1 million in 9M FY15, as compared to a Turnover of S\$10.0 million recorded in 9M FY14. The increase was mainly due to higher demand for burn-in boards by semi-conductor manufacturers in the current period.• Asia Plan Limited ("Asia Plan"), via its wholly-owned subsidiary Capri Investment L.L.C. ("Capri"), recorded a revenue of S\$0.7 million in 9M FY15 as compared with S\$0.1 million in 9M FY14 due to finalised sales agreements with home builders in the current period.• Excellent Empire, via its wholly-owned subsidiary China Environmental and in turn through its subsidiaries in China, which supply natural gas to Anlu, Dawu, Xiaochang and Guangshui cities in Hubei Province, PRC, achieved a S\$2.8 million or 20.2% increase in Turnover from S\$14.1 million in 9M FY14 to S\$16.9 million in 9M FY15, due to increased gas consumption by industrial and household customers and new connection fees. <p>The Group recorded a Profit before Income Tax of S\$2.6 million in 9M FY15, as compared with a Loss before Income Tax of S\$58.4 million recorded in 9M FY14, resulting in an increase of S\$61.0 million Profit before Income Tax. This was mainly due to a decrease of S\$65.0 million fair value loss on Financial Assets through Profit or Loss ("FVTPL") arising from market valuation of quoted trading securities, and a decrease of S\$2.0 million net gain on disposal of these assets in 3Q FY15, from a S\$2.2 million in 3Q FY14 to a S\$0.2 million in 3Q FY15.</p> <p>The Group recorded a Profit after Income Tax of S\$2.4 million in 9M FY15, as compared with a Loss after Income Tax of S\$59.3 million in 9M FY14.</p> <p>Correspondingly, in 9M FY15 the Group had a Net Profit Attributable to Shareholders of S\$2.4 million and Earnings per Share of 0.05 Singapore cents (9M FY14: Net Loss Attributable to Shareholders S\$60.6 million and Loss per Share of 1.19 Singapore cents).</p> <p>Other Revenue was a positive of S\$5.2 million in 9M FY15, compared with a negative of S\$55.0 million recorded in 9M FY14, an increase of S\$60.2 million. This was mainly due to:</p> <ul style="list-style-type: none">• A decrease of S\$65.0 million fair value loss of FVTPL, arising from market valuation of quoted securities offset by a decrease of S\$2.0 million gain on disposals of such assets;• A loss of S\$1.9 million on disposal of Available-for-sale Financial Assets of quoted securities, from S\$1.2 million gain on disposal in 9M FY14 to a loss on disposal of S\$0.7 million in 9M FM15, a decrease of S\$0.2 million gain on disposal of fixed assets and dividend income and a decrease of S\$0.2 million in interest income of the Group's subsidiaries;• A S\$3.7 million waiver of debts by the disposed subsidiary SSGL recorded in 9M FY14 and none in 9M FY15;• A S\$0.8 million profit on disposal of SSGL recorded in 9M FY14 and none in 9M FY15;• An increase of S\$4.0 million foreign exchange gain, from S\$2.3 million exchange gain in 9M FY14 to S\$6.3 million gain in 9M FY15, largely due to unrealised exchange gains arising from the revaluation of foreign currency denominated balances primarily in :<ol style="list-style-type: none">(i) United States Dollars ("US\$"), which strengthened from S\$1.256 to S\$1.321 during 9M FY15 (S\$1.234 to S\$1.265 during 9M FY14).(ii) Chinese Renminbi ("RMB") which strengthened from S\$0.201 to S\$0.213 during 9M FY15 (S\$0.200 to S\$0.209 during 9M FY14). <p>The Group's Total Cost and Expenses increased by approximately S\$3.5 million to S\$31.1 million in 9M FY15, compared to S\$27.6 million in 9M FY14. This was mainly due to the following factors:</p> <ul style="list-style-type: none">• S\$4.4 million changes in inventories, work-in-process, raw materials and consumables used, which is in line with increased turnover by the semi-conductor business of its subsidiary company, ESA and by the natural gas business of China Environmental subsidiaries in China;• S\$0.8 million increase in land development costs corresponding to the increase in land sales by Capri in the current period;• A S\$0.3 million decrease in finance costs mainly due to repayment of bank loans of China subsidiaries;• A decrease of S\$1.2 million in general and administrative operating expenses and S\$0.2 million employee benefits expenses, mainly from the Group's subsidiaries.

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These figures have not been audited

8	<p>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:</p> <p>(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</p> <p>(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.</p>	
	<p>The Share of Loss of Associated Company increased by S\$154,000, mainly due to Share of Losses from Associate Company IES.</p> <p>The decrease in Income Tax of S\$0.7 million, from S\$0.9 million 9M FY14 to S\$0.2 million in 9M FY15, is mainly due to decrease in tax provisions by the Group's subsidiaries.</p>	
	Description	Amount in S\$ million
	1) An Increase/(Decrease) in Non-Current Assets	
	1a. Intangible Assets	1.7
	1b. Property, Plant and Equipment	7.3
	1c. Associated Companies	(0.1)
	1d. Available-for-Sale Financial Assets	(3.8)
	1e. Inventory	0.4
	Increase in Non-Current Assets	5.5
	2) An Increase/(Decrease) in Current Assets and (Increase)/Decrease in Current Liabilities	
	2a. Available-for-sale financial assets	(2.3)
	2b. Trade, Other Receivables and Inventories	2.2
	2c. Financial Assets, at fair value through profit or loss	(1.8)
	2d. Cash and Bank Balances	(2.5)
	2e. Trade, Other Payables, Provisions and Income Tax Payable	(5.7)
	2f. Borrowings	0.3
	Decrease in Net Current Assets	(9.8)
	3) An (Increase)/Decrease in Non-Current Liabilities	
	3a. Long-Term Borrowings and Finance Lease Liabilities	0.6
	3b. Deferred Tax Liabilities	(0.5)
	Decrease in Non-Current Liabilities	0.1
	<p>The Non-Current Assets of the Group were S\$123.1 million as at 31 Jan 2015, as compared to S\$117.6 million as at 30 April 2014. The increase of approximately S\$5.5 million was primarily due to:</p> <p>1a. An increase in Intangible Assets of approximately S\$1.7 million, mainly due to S\$0.1 million increase in land rights acquisition by a China subsidiary, S\$2.5 million Goodwill and Land Rights translation gain in foreign currency denominated subsidiaries, offset by S\$0.9 million amortisation of Distribution and Licensing Rights in 3Q FY15;</p> <p>1b. An increase in Property, Plant and Equipment of S\$7.3 million, mainly due to S\$6.1 million additional equipment purchased for connecting pipelines to industrial and housing estates by the Group's China subsidiaries, which was offset by current period depreciation of S\$1.7 million and a S\$2.9 million translation gain of Property, Plant and Equipment in the Group's foreign currency denominated subsidiaries;</p> <p>1c. A decrease in Associated Companies of S\$0.1 million, mainly due to share of loss from the associate company IES;</p> <p>1d. A decrease in Available-for-Sale Financial Assets ("AFS") of S\$3.8 million, mainly due to S\$1.5 million disposals and S\$2.3 million fair value loss of quoted securities arising from marked to market valuation of these Financial Assets.</p> <p>1e. An increase of Inventory of S\$0.4 million due to a translation gain in the inventories held by Capri;</p> <p>The Net Current Assets of the Group decreased by approximately S\$9.8 million to a negative S\$8.9 million at 31 January 2015, as compared with a positive S\$0.9 million as at 30 April 2014. This was primarily attributable to:</p> <p>2a. A decrease in Available-for-Sale financial Assets ("AFS") of S\$2.3 million, due to fair value loss arising from net asset valuation of short-term money market instruments through the subscription of redeemable participating shares in Select Equity Growth Ltd ("SEGL").</p> <p>2b. An increase in Trade & Other Receivables and Inventories of S\$2.2 million, mainly due to S\$4.3 million increase in Trade and Other Debtors of the Group's subsidiaries and S\$1.1 million increase in inventories, which was offset by S\$3.2 million receipts from Trade and Other Debtors of the Group's subsidiaries;</p> <p>2c. A decrease of Financial Assets at Fair Value through Profit or Loss of S\$1.8 million, mainly due to fair value loss of S\$1.2 million arising from market valuation of quoted securities, and S\$0.6 million net disposals and acquisitions of such quoted investments;</p>	

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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.
	<p>2d. A decrease of S\$2.5 million in Cash and Bank Balances, due to S\$0.6 million net proceeds and payments from disposals and acquisitions of quoted securities, S\$0.5 million interest receipts, S\$1.4 million payment of taxes and interests, S\$0.1 million payment of land rights acquisition by a China subsidiary, S\$6.1 million purchase of plant and equipment by the Group's China subsidiaries, S\$0.8 million proceeds from disposal of available-for-sale financial assets, S\$3.2 million receipts from Trade and other Debtors.</p> <p>2e. An increase of Trade and Other Payables, Provisions and Income Tax Payable of S\$5.7 million, mainly due to S\$1.0 million Tax payments offset by \$0.2 million tax provision, and a S\$6.5 million increase in Trade and Other Creditors of the Group's subsidiaries;</p> <p>2f. A decrease of short-term borrowings of S\$0.3 million, mainly due to S\$0.6 million increase in bank borrowings by ESA offset by S\$1.0 million bank loan repayments and translation loss of S\$0.1 million of the bank loans of the Group's subsidiaries in China.</p> <p>The Non-Current Liabilities of the Group have decreased to S\$26.1 million, compared with S\$26.2 million in FY2014. This is primarily attributable to:</p> <p>3a. Long-term Borrowings of S\$0.6 million, partly offset by S\$1.2 million repayments and a Translation loss of S\$0.5 million in Deferred Tax Liabilities of the Group's China subsidiaries.</p>
9	Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.
	None
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.
	<p>The Group's primary subsidiaries have shown improvements in their operating performance, as well as their prospects for business development.</p> <p>The Group holds an 81.25% equity interest in ESA Electronics Pte Ltd ("ESA"). ESA is a Singapore-incorporated company engaged in the business of assembling, trading and providing consultancy services in the semiconductors industry. ESA also acts as agents and distributors of semi-conductor back-end equipment, such as burn-in systems, vision inspection systems and test systems. Although the demand for burn-in boards by semi-conductor manufacturers of personal computer components and electronic devices weakened during the first part of 2014 due to seasonal factors, revenues have rebounded as inventories are cleared and new products are introduced later in the year. ESA is diversifying through investments in state-of-the-art Automated Optical Inspection equipment and in parts supply for the aerospace industry, which should boost revenue during the coming year.</p> <p>The Group's wholly-owned subsidiary Excellent Empire Ltd, in turn via its wholly-owned subsidiary China Environmental Energy Protection Investment Ltd ("China Environmental"), holds a 90% equity interest in four companies supplying natural gas under 30-year exclusive contracts in the cities of Anlu, Dawu, Xiaochang, and Guangshui in Hubei Province, PRC. The strong revenue growth in China Environmental's four operating subsidiaries should continue over the next 12 months. Guangshui has begun to contribute revenue and construction of the Phase One network in Guangshui has recently been completed, which should accelerate revenue growth. The Group is actively seeking new energy investment opportunities in Hubei, Shandong and other provinces of the PRC.</p> <p>Asia Plan Ltd, in which the Group holds a 70% equity interest, is engaged in real estate development near Seattle in the state of Washington, USA, via its wholly-owned subsidiary Capri Investment L.L.C ("Capri"). There are clear signs of a revival in home construction in the Seattle area. Capri has initiated the next phase of development comprising 96 lots, with marketing of the new finished lots expected to commence before the end of this financial year.</p> <p>The Company's management believes the China natural gas distribution business has considerable growth potential and intends to place a greater emphasis on this sector.</p>
11	If a decision regarding dividend has been made :
11(a)	Whether an interim (final) ordinary dividend has been declared (recommended); and
	None
11(b)(i)	Amount per share cents
	None
11(b)(ii)	Previous corresponding period Cents
	None
11(c)	Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).
	Not Applicable

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11(d)	The date the dividend is payable
	Not Applicable
11(e)	The date on which Registrable Transfers received by the company (up to 5.00 pm) will be registered before entitlements to the dividend are determined.
	Not Applicable
12	If no dividend has been declared (recommended), a statement to that effect.
	No dividend has been declared or recommended in the current reporting period.
13	If the group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.
	There is no general mandate from shareholders for Interested Party Transactions ("IPTs").
14	Negative confirmation pursuant to Rule 705(5).
	The Directors of the Company confirm that, to the best of their knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the unaudited financial results of the Group for the third quarter and nine months ended 31 January 2015, to be false or misleading in any material aspect.
	BY ORDER OF THE BOARD IPCO INTERNATIONAL LIMITED CARLSON CLARK SMITH EXECUTIVE DIRECTOR & CHIEF FINANCIAL OFFICER 13 MARCH 2015