



2015 Full-Year Financial Statements Announcement

PART 1 – INFORMATION REQUIRED FOR QUARTERLY (Q1, Q2, Q3), HALF-YEAR AND FULL-YEAR ANNOUNCEMENTS

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.

UNAUDITED RESULTS FOR FULL-YEAR ENDED 31 DECEMBER 2015

The Directors of Hor Kew Corporation Limited advise the following unaudited results of the Group for the full-year ended 31 December 2015.

	Group		
	Full-year ended 31 December 2015	Full-year ended 31 December 2014	%
	\$'000	\$'000	Variance + / (-)
Revenue	79,508	71,554	11
Cost of sales	(70,428)	(80,705)	(13)
Gross profit/(loss)	9,080	(9,151)	NM
Other income	3,985	9,011	(56)
	13,065	(140)	NM
Expenses:			
General and administrative expenses	14,226	14,578	(2)
Finance costs	1,392	1,022	36
	15,618	15,600	-
Loss before tax	(2,553)	(15,740)	(84)
Tax credit	513	3,239	(84)
Loss for the year	(2,040)	(12,501)	(84)
Other comprehensive (loss)/income:			
<u>Items that are or may be reclassified subsequently to profit or loss:</u>			
Currency translation differences arising from consolidation	(3,191)	(510)	NM
Fair value loss on available-for-sale financial assets	(9)	(8)	13
	(3,200)	(518)	NM
<u>Items that will not be reclassified subsequently to profit or loss:</u>			
Revaluation gain on property, plant and equipment	1,480	3,671	(60)
Other comprehensive (loss)/income for the year, net of tax	(1,720)	3,153	NM
Total comprehensive loss for the year	(3,760)	(9,348)	(60)
Loss per share		Restated	
Basic (cents)	3.92	24.00	(84)
Diluted (cents)	3.92	24.00	(84)

Notes:

1. (a) (i) Other income includes the following:

	Group		
	Full-year ended 31 December 2015	Full-year ended 31 December 2014	%
	\$'000	\$'000	Variance + / (-)
Dividend income	1	5	(80)
Fair value gain on investment properties	-	3,684	NM
Gain on disposal of property, plant and equipment	386	-	NM
Gain on settlement of derivative financial instruments	56	836	(93)
Insurance compensation	501	1,347	(63)
Interest income from fixed deposits	829	680	22
Rental income from:			
- investment properties	1,067	1,089	(2)
- others	156	184	(15)
Sale of scrap materials	641	442	45
Sundry income	348	744	(53)

1. (a) (ii) Loss before tax is arrived at after charging/(crediting) the following:

	Group		
	Full-year ended 31 December 2015	Full-year ended 31 December 2014	%
	\$'000	\$'000	Variance + / (-)
Allowance for doubtful receivables	225	484	(53)
Auditors' remuneration paid/payable to:			
- auditors of the Company	111	155	(28)
- other auditors	16	20	(20)
Bad debts written off	-	157	NM
Bad debts recovered	(90)	(3)	NM
Depreciation of property, plant and equipment	4,087	5,060	(19)
Directors' fees	105	98	7
Fair value loss on derivative financial instruments	162	152	7
Fair value loss on investment properties	369	-	NM
Fees for non-audit services by auditors of the Company	1	1	-
Loss on disposal of property, plant and equipment	-	252	NM
Impairment loss on available-for-sale financial assets	322	409	(21)
Impairment loss on club membership	-	2	NM
Loss on foreign exchange	2,404	2,399	-
Operating lease expenses	1,017	2,220	(54)
Property, plant and equipment written off	108	-	NM
Write-back of allowance for doubtful receivables	-	(514)	NM
Staff costs	14,902	18,526	(20)

1.(a)(iii) Tax credit includes the following:

	Group		
	Full-year ended 31 December 2015	Full-year ended 31 December 2014	%
	\$'000	\$'000	Variance
			+ / (-)
Income tax:			
- current year	(5)	(897)	(99)
- (under)/over provision in respect of prior years	(141)	3	NM
	(146)	(894)	(84)
Deferred income tax:			
- current year	659	4,203	(84)
- under provision in respect of prior years	-	(70)	NM
	659	4,133	(84)
	513	3,239	(84)

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.**

	Group \$'000		Company \$'000	
	31 December 2015	31 December 2014	31 December 2015	31 December 2014
Non-current assets				
Property, plant and equipment	48,540	45,692	192	320
Investment properties	35,580	36,015	-	-
Investment in subsidiary companies	-	-	45,560	50,090
Trade receivables	2,630	2,145	-	-
Club membership	34	34	-	-
	86,784	83,886	45,752	50,410
Current assets				
Development properties	18,957	21,761	-	-
Completed development properties held for sale	9,672	11,153	-	-
Inventories	7,796	8,937	-	-
Trade receivables	27,304	17,968	-	-
Other receivables	2,390	2,506	39,335	40,211
Available-for-sale financial assets	64	414	14	27
Cash and cash equivalents	38,219	38,173	250	6
	104,402	100,912	39,599	40,244
Non-current assets held for sale	-	889	-	-
Total current assets	104,402	101,801	39,599	40,244
Total assets	191,186	185,687	85,351	90,654
Non-current liabilities				
Borrowings	26,186	10,874	-	-
Deferred tax liabilities	2,504	2,979	-	-
	28,690	13,853	-	-
Current liabilities				
Due to customers on construction contracts	-	522	-	-
Trade payables	23,617	21,187	-	-
Other payables	4,522	4,561	21,377	18,852
Borrowings	40,711	45,997	-	-
Hire purchase payables	429	1,903	-	-
Derivative financial instruments	162	152	-	-
Tax payables	249	946	50	50
	69,690	75,268	21,427	18,902
Total liabilities	98,380	89,121	21,427	18,902
Net assets	92,806	96,566	63,924	71,752
Equity				
Share capital	68,323	68,323	68,323	68,323
Share option reserve	13	21	13	21
Other reserves	16,051	17,771	2	6
Retained earnings/(accumulated losses)	8,419	10,451	(4,414)	3,402
Total equity	92,806	96,566	63,924	71,752

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

(a) Amount repayable in one year or less, or on demand

As at 31 December 2015 \$'000		As at 31 December 2014 \$'000	
Secured	Unsecured	Secured	Unsecured
41,140	-	47,900	-

(b) Amount repayable after one year

As at 31 December 2015 \$'000		As at 31 December 2014 \$'000	
Secured	Unsecured	Secured	Unsecured
26,186	-	10,874	-

Details of collaterals:

- (1) Certain subsidiaries of the Group have pledged their assets for the borrowings;
- (2) First legal mortgages on certain subsidiary companies' investment and development properties, as well as assignment of all rights, titles and interests on all sale and tenancy agreements, building agreements, construction contracts, guarantees, performance bonds, insurance policies and any other contracts; and
- (3) Corporate guarantees given by the Company to secure borrowings of certain subsidiaries.

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

	Group \$'000	
	Full-year ended 31 December 2015	Full-year ended 31 December 2014 (Restated)
Cash flows from operating activities:		
Loss before tax	(2,553)	(15,740)
Adjustments for:		
Depreciation of property, plant and equipment	4,087	5,060
Dividend income	(1)	(5)
Fair value loss/(gain) on investment properties	369	(3,684)
Fair value loss on derivative financial instruments	162	152
Gain on settlement of derivative financial instruments	(56)	(836)
(Gain)/loss on disposal of property, plant and equipment	(386)	252
Impairment loss on available-for-sale financial assets	322	409
Impairment loss on club membership	-	2
Interest expense	1,392	1,022
Interest income from fixed deposits	(829)	(680)
Property, plant and equipment written off	108	-
Unrealised loss on foreign exchange	2,701	2,291
Operating cash flows before working capital changes	5,316	(11,757)

Changes in operating assets and liabilities:		
Development properties and completed development properties held for sale	1,481	27,208
Due from/to customers on construction contracts	(522)	14,282
Inventories	1,141	(2,753)
Receivables	(9,705)	101
Payables	2,457	(1,567)
Cash generated from operations	168	25,514
Interest received	10	680
Income tax paid	(843)	(188)
Net cash (used in)/generated from operating activities	(665)	26,006
Cash flows from investing activities:		
Dividends received	1	5
Payment for settlement of derivative financial instruments	(96)	(2,411)
Proceeds from disposal of available-for-sale financial assets	19	-
Proceeds from disposal of property, plant and equipment	1,764	1,182
Purchase of property, plant and equipment	(7,428)	(2,233)
Net cash used in investing activities	(5,740)	(3,457)
Cash flows from financing activities:		
Drawdown of borrowings	15,913	15,543
Interest paid	(1,392)	(1,013)
Repayment of borrowings	(6,013)	(7,020)
Repayment of hire purchase payables	(1,521)	(1,359)
Placement of fixed deposits pledged	-	(30,702)
Dividends paid	-	(1,952)
Net cash generated from/(used in) financing activities	6,987	(26,503)
Net increase/(decrease) in cash and cash equivalents	582	(3,954)
Cash and cash equivalents at beginning of financial year	2,208	6,031
Effect of exchange rate changes on cash and cash equivalents	2	131
Cash and cash equivalents at end of financial year	2,792	2,208

Cash and cash equivalents included in the consolidated statement of cash flows comprise the following statement of financial position amounts:

	As at 31 December 2015 \$'000	As at 31 December 2014 \$'000
Cash and cash equivalents	38,219	38,173
Fixed deposits pledged	(33,414)	(34,078)
Bank overdrafts	(2,013)	(1,887)
Cash and cash equivalents at end of financial year	2,792	2,208

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.

	Share capital \$'000	Share option reserve \$'000	Other reserves \$'000	Retained earnings \$'000	Total equity \$'000
Group:					
Balance at 1 January 2014	68,323	22	14,618	24,903	107,866
Loss for the year	-	-	-	(12,501)	(12,501)
Other comprehensive income/(loss):					
Currency translation differences arising from consolidation	-	-	(510)	-	(510)
Fair value gain on available-for-sale financial assets	-	-	(8)	-	(8)
Revaluation gain on property, plant and equipment	-	-	3,671	-	3,671
Other comprehensive income for the year, net of tax	-	-	3,153	-	3,153
Total comprehensive income/(loss) for the year	-	-	3,153	(12,501)	(9,348)
Reclassification upon lapsed of share options	-	(1)	-	1	-
Dividends	-	-	-	(1,952)	(1,952)
Balance at 31 December 2014	68,323	21	17,771	10,451	96,566
Loss for the year	-	-	-	(2,040)	(2,040)
Other comprehensive income/(loss):					
Currency translation differences arising from consolidation	-	-	(3,191)	-	(3,191)
Fair value loss on available-for-sale financial assets	-	-	(9)	-	(9)
Revaluation gain on property, plant and equipment	-	-	1,480	-	1,480
Other comprehensive loss for the year, net of tax	-	-	(1,720)	-	(1,720)
Total comprehensive loss for the year	-	-	(1,720)	(2,040)	(3,760)
Reclassification upon lapsed of share options	-	(8)	-	8	-
Balance at 31 December 2015	68,323	13	16,051	8,419	92,806

	Share capital \$'000	Share option reserve \$'000	Other reserves \$'000	Retained earnings/ (accumulated losses) \$'000	Total equity \$'000
Company:					
Balance at 1 January 2014	68,323	22	9	19,737	88,091
Loss for the year	-	-	-	(14,384)	(14,384)
Other comprehensive loss for the year, net of tax					
- Fair value loss on available-for-sale financial assets	-	-	(3)	-	(3)
Total comprehensive loss for the year	-	-	(3)	(14,384)	(14,387)
Reclassification upon lapsed of share options	-	(1)	-	1	-
Dividends	-	-	-	(1,952)	(1,952)
Balance at 31 December 2014	68,323	21	6	3,402	71,752
Loss for the year	-	-	-	(7,824)	(7,824)
Other comprehensive loss for the year, net of tax					
- Fair value loss on available-for-sale financial assets	-	-	(4)	-	(4)
Total comprehensive loss for the year	-	-	(4)	(7,824)	(7,828)
Reclassification upon lapsed of share options	-	(8)	-	8	-
Balance at 31 December 2015	68,323	13	2	(4,414)	63,924

- 1. (d) (ii) Details of any changes in the company's share capital arising from right 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 maybe 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.**

During the year under review, there is no change in the Company's share capital except that the Company effected and completed its share consolidation exercise on 23 July 2015 by consolidating every fifteen (15) existing issued ordinary shares in the share capital of the Company into one (1) ordinary share.

The Company did not grant new share options and 10,000 share options lapsed during the financial year. As at 31 December 2015, a total of 14,465 share options representing approximately 0.03% of the existing issued share capital remained outstanding (31 December 2014: 367,000).

The Company did not hold any treasury shares as at 31 December 2015 (31 December 2014: Nil).

- 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.**

The Company did not hold any treasury shares as at 31 December 2015 (31 December 2014: Nil).

The total number of issued shares excluding treasury shares as at 31 December 2015 is 52,066,937 shares (31 December 2014: 781,035,217 shares).

The Company effected and completed its share consolidation exercise on 23 July 2015 by consolidating every fifteen existing issued ordinary shares in the share capital of the Company into one ordinary share. The issued share capital of the Company post consolidation comprised 52,066,937 shares.

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.

There was no sale, transfer, disposal, cancellation and/or use of treasury shares during the year and as at 31 December 2015 (31 December 2014: Nil).

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

The figures have not been audited or reviewed by the auditors.

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

Not applicable.

4. Whether the same accounting policies and methods of computation as on the issuer's most recently audited annual financial statements have been applied.

Except as disclosed in paragraph 5 below, the Group and the Company have applied the same accounting policies and methods of computation in the financial statements for the current reporting year as those of the audited financial statements for the financial year ended 31 December 2014.

5. If there are any changes its 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.

In the current financial year, the Group and the Company have adopted all the new and revised Financial Reporting Standards (FRSs) and Interpretations of FRSs (INT FRSs) that are relevant to its operations and are effective for annual periods beginning on 1 January 2015. The adoption of the new and revised FRSs and INT FRSs does not result in any significant changes to the accounting policies of the Group and the Company and has no material effect on the amounts reported for the current and prior periods.

6. Earnings per ordinary share of the group for the current period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

	Group		
	Full-year ended 31 December 2015	Full-year ended 31 December 2014 (Restated)	Full-year ended 31 December 2014 (Previously reported)
Loss for the year attributable to equity holders of the Company	\$'000 2,040	\$'000 12,501	\$'000 12,501
Weighted average number of ordinary shares in issue	'000	'000	'000
- Basic weighted average	52,067	52,067	781,035
- Fully diluted weighted average	52,069	52,075	781,163
Basic loss per share	Cents 3.92	Cents 24.00	Cents 1.60
Diluted loss per share	3.92	24.00	1.60

Basic loss per share is calculated based on the Group's loss for the year attributable to equity holders of the Company divided by the weighted average number of ordinary shares in issue during the financial year.

Diluted loss per share is calculated based on the Group's loss for the year attributable to equity holders of the Company divided by the weighted average number of ordinary shares in issue during the financial year plus the weighted average number of ordinary shares that would be issued on the conversion of all the dilutive potential ordinary shares arising from the share options.

7. **Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the (a) current financial period reported on; and (b) immediately preceding financial year.**

	Group			Company		
	31 December 2015	31 December 2014 (Restated)	31 December 2014 (Previously reported)	31 December 2015	31 December 2014 (Restated)	31 December 2014 (Previously reported)
	\$	\$	\$	\$	\$	\$
Net asset value per ordinary share	1.78	1.85	0.12	1.23	1.38	0.09

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.**

Statement of comprehensive income

Revenue of the Group increased by 11% from \$71.6 million in FY2014 to \$79.5 million in FY2015 mainly due to higher revenue generated from its precast and prefabrication activities.

The Group recorded a gross profit of \$9.1 million in FY2015 as compared to a gross loss of \$9.2 million in FY2014. The gross margin of the Group had improved due to cost cutting measures implemented which significantly reduced land rental and labour costs. And there was lower loss provided for construction project in FY2015.

Other income of the Group decreased by 56% mainly due to no fair value gain on investment properties recognised in FY2015 (FY2014: \$3.7 million), lower gain on settlement of derivative financial instruments (from \$0.8 million in FY2014 to \$0.1 million in FY2015) and lower insurance compensation received (from \$1.3 million in FY2014 to \$0.5 million in FY2015).

General and administrative expenses decreased marginally by 2% from \$14.6 million in FY2014 to \$14.2 million in FY2015. Most of the expenses maintained at the same level as FY2014.

Finance costs increased by 36% from \$1.0 million to \$1.4 million due to hike in interest rates and additional loans drawn in FY2015.

The Group recorded a loss before tax of \$2.6 million in FY2015 (FY2014: \$15.7 million).

The Group recognised deferred tax asset of \$0.4 million in FY2015 on tax losses available to offset against potential profits in foreseeable future and reversed \$0.2 million of deferred tax on revaluation gains on freehold and leasehold property. The Group provided tax of \$0.1 million for current and prior years. Overall, the Group had a tax credit of \$0.5 million in FY2015.

Loss after tax of the Group for FY2015 was \$2.0 million (FY2014: \$12.5 million).

Other comprehensive loss for the Group, net of tax, for FY2015 was \$1.7 million mainly comprising of currency translation loss arising from consolidation amounting to \$3.2 million, and it is mitigated by revaluation gains on property, plant and equipment of \$1.5 million.

Statement of financial position

Non-current assets of the Group increased by \$2.9 million from \$83.9 million in FY2014 to \$86.8 million in FY2015 mainly due to construction of new plant for prefabrication activities in Malaysia and revaluation gain on property, plant and equipment recognized. The increase was mitigated by depreciation charge and disposal of property, plant and equipment during the year.

Current assets of the Group increased by \$2.6 million from \$101.8 million in FY2014 to \$104.4 million in FY2015. Trade receivables increased by \$9.3 million mainly due to increase in sales generated from precast and prefabrication activities, partially offset by decrease in value of development properties due to devaluation of foreign currency of \$2.8 million, coupled with sales of completed development property properties of \$1.5 million.

Non-current liabilities increased from \$13.9 million in FY2014 to \$28.7 million in FY2015 mainly due to refinancing arrangement to restructure the borrowings from current to non-current.

Total liabilities of the Group increased by \$9.3 million in FY2015 mainly due to loans drawn down to finance the operating activities of the Group.

Shareholders' equity of the Group decreased by \$3.8 million and stood at \$92.8 million as at 31 December 2015. The decrease mainly resulted from total comprehensive loss of \$3.8 million in FY2015.

Statement of cash flows

The Group used \$0.7 million in its operating activities. It used \$5.7 million in its investing activities, mainly in constructing its prefabrication plant in Malaysia.

The Group drew down net loans of \$9.9 million to finance its operating and investing activities.

Net cash of the Group increased by \$0.6 million and stood at \$2.8 million as at 31 December 2015.

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

The Group's actual results are in line with the commentary under paragraph 10 of the Group's previous results announcement (2015 third quarter financial statements announcement).

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 business environment remains challenging. The management will be cautious in tendering new projects and continue to improve its productivity and explore cost cutting measures.

11. Dividend.

(a) Current Financial Period Reported On.

Any dividend recommended for the current financial period reported on?

No.

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

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

No.

(c) Date payable.

Not applicable.

(d) Books closure date.

Not applicable.

(e) Total cumulative dividend (net).

There is no dividend declared for FY2015 (FY2014: Nil).

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

Not applicable.

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

- 13. 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.**

Full year ended 31 December 2015

	Property investment and development \$'000	Construction \$'000	Prefabrication \$'000	Investment holdings and others \$'000	Elimination \$'000	Consolidated \$'000
Segment revenue						
Sales to external customers	2,366	18,124	59,018	-	-	79,508
Inter-segment sales	-	194	14,922	2,567	(17,683)	-
Total revenue	2,366	18,318	73,940	2,567	(17,683)	79,508
Segment profit/(loss)	42	(6,886)	4,779	(488)	-	(2,553)
Tax credit						513
Loss for the year						(2,040)

Full year ended 31 December 2014

	Property investment and development \$'000	Construction \$'000	Prefabrication \$'000	Investment holdings and others \$'000	Eliminations \$'000	Consolidated \$'000
Segment revenue						
Sales to external customers	1,590	33,147	36,817	-	-	71,554
Inter-segment sales	-	2,791	13,691	4,380	(20,862)	-
Total revenue	1,590	35,938	50,508	4,380	(20,862)	71,554
Segment profit/(loss)	4,113	(19,549)	(1,342)	1,038	-	(15,740)
Tax credit						3,239
Loss for the year						(12,501)

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

Property investment and development segment

Profit of property investment and development segment decreased from \$4.1 million in FY2014 to \$0.1 million in FY2015 as there was a fair value loss of \$0.4 million in FY2015 instead of a fair value gain of \$3.7 million on investment properties in FY2014.

Construction segment

Revenue of construction segment decreased by 49% from \$35.9 million in FY2014 to \$18.3 million in FY2015 as the construction project had been substantially completed in FY2014. Loss of the construction segment reduced by 65% from \$19.5 million in FY2014 to \$6.9 million in FY2015 as the Group had made substantial provision for foreseeable loss in FY2014.

Prefabrication segment

Revenue of prefabrication segment increased by 46% from \$50.5 million in FY2014 to \$73.9 million in FY2015 as more projects commenced production in FY2015.

Prefabrication segment generated profit of \$4.8 million in FY2015 instead of loss of \$1.3 million in FY2014 as the increase in production capacity and relocation of prefabrication plant to Malaysia significantly improved the gross profit margin of the prefabrication segment.

Investment holdings and others

Revenue of investment holdings and others segment decreased by 41% from \$4.4 million in FY2014 to \$2.6 million in FY2015 mainly due to lower management fees charged to subsidiary companies of the Group.

Investment holdings and others segment incurred a loss of \$0.5 million mainly resulted from exchange loss incurred in a foreign subsidiary company.

15. A breakdown of sales.

	Group		
	Full-year ended 31 December 2015 \$'000	Full-year ended 31 December 2014 \$'000	% Variance + / (-)
Sales reported for the first half-year	40,014	43,941	(9)
Operating (loss)/profit after tax before deducting non-controlling interests reported for first half-year	(825)	813	NM
Sales reported for the second half-year	39,494	27,613	43
Operating loss after tax before deducting non-controlling interests reported for second half-year	(1,215)	(13,314)	(91)

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

	FY2015	FY2014
Name of Dividend	Nil	Nil
Dividend Type	Not applicable	Not applicable
Dividend Amount per Share (in cents)	Not applicable	Not applicable
Tax Rate	Not applicable	Not applicable
Total Annual Dividend (\$'000)	Not applicable	Not applicable

17. Interested Party Transactions.

Name of interested person	Aggregate value of all interested person transactions during the financial period under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)			Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)		
	Full-year ended 31 December 2015 \$'000	Full-year ended 31 December 2014 \$'000	% Variance + / (-)	Full-year ended 31 December 2015 \$'000	Full-year ended 31 December 2014 \$'000	% Variance + / (-)
Triton Metal Supplies Pte Ltd	800	854	(6)	NIL	NIL	NM
Wallbox Pte Ltd	100	1,236	(92)	NIL	NIL	NM

18. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(3). If there are no such person, the issuer must make an appropriate negative statement.

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Aw Lay Sim	56	1. Sister of Aw Khoon Hwee (Executive Chairman/Managing Director/Substantial Shareholder of the Company) 2. Sister of Aw Hoon Hui (Executive Director/Substantial Shareholder of the Company) 3. Sister of Aw Soon Hwee (Substantial Shareholder of the Company) 4. Aunt of Aw Ying Ying (Executive Director of the Company) 5. Aunt of Aw Chi-Ken (Executive Director of the Company) 6. Shareholder of Hor Kew Holdings Pte Ltd, a Substantial Shareholder of the Company.	Group Human Resource of the Company since December 2001. Also oversees the Information Technology, Administration and Human Resource function of the Group as well as facilities management of the investment property in Singapore.	N.A.
Aw Hong Hwee	62	1. Brother of Aw Khoon Hwee (Executive Chairman/Managing Director/Substantial Shareholder of the Company) 2. Brother of Aw Hoon Hui (Executive Director/Substantial Shareholder of the Company) 3. Brother of Aw Soon Hwee (Substantial Shareholder of the Company) 4. Uncle of Aw Ying Ying (Executive Director of the Company) 5. Uncle of Aw Chi-Ken (Executive Director of the Company) 6. Shareholder of Hor Kew Holdings Pte Ltd, a Substantial Shareholder of the Company.	Business Development Director of Hor Kew Pte Ltd since December 2001. Responsible for business development.	N.A.

19. Confirmation that issuer has procured undertakings from all its directors and executive officers under Rule 720(1)

Undertakings from all directors and executive officers under Rule 720 (1) have been duly procured.

BY ORDER OF THE BOARD

MS KOH EE KOON
COMPANY SECRETARY
27 February 2016