

Unaudited Financial Statement and Dividend Announcement – Third Quarter and Nine Months ended 30 September 2015

PART - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND 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

Unaudited Consolidated Income Statement

	GROUP			GROUP		
	Quarter Ended 30-Sep-15	Quarter Ended 30-Sep-14	Increase / (Decrease)	9 Months Ended 30-Sep-15	9 Months Ended 30-Sep-14	Increase / (Decrease)
	S\$	S\$	%	S\$	S\$	%
Revenue	738,080	2,192,372	-66%	2,765,594	7,890,477	-65%
Cost of media sales	(339,734)	(248,606)	37%	(904,392)	(700,150)	29%
Administrative expenses	(1,175,065)	(2,218,218)	-47%	(4,030,465)	(6,788,857)	-41%
Other income - net	62,353	141,179	-56%	1,279,677	1,188,957	8%
Other expenses - net	(79,548)	(3,366,877)	-98%	(2,124,753)	(10,348,770)	-79%
Loss from operations	(793,914)	(3,500,150)	-77%	(3,014,339)	(8,758,343)	-66%
Finance income	814	378,035	-100%	3,888	1,377,605	-100%
Finance costs	(69,131)	(619,754)	-89%	(798,895)	(2,109,254)	-62%
Share of (loss)/profit of associated companies	(187,911)	621,387	nm	(731,467)	(153,247)	377%
Loss before tax	(1,050,142)	(3,120,482)	-66%	(4,540,813)	(9,643,239)	-53%
Income tax expense	-	(115,884)	nm	(2,229)	(249,574)	-99%
Loss after tax	(1,050,142)	(3,236,366)	-68%	(4,543,042)	(9,892,813)	-54%
Loss attributable to:						
Owners of the Company	(1,013,796)	(3,251,807)	-69%	(4,401,124)	(10,639,998)	-59%
Non-controlling interest	(36,346)	15,441	nm	(141,918)	747,185	nm
	(1,050,142)	(3,236,366)	-68%	(4,543,042)	(9,892,813)	-54%

nm = not meaningful

Unaudited Consolidated Statement of Comprehensive Income

	GROUP			GROUP		
	Quarter Ended 30-Sep-15	Quarter Ended 30-Sep-14	Increase / (Decrease)	9 Months Ended 30-Sep-15	9 Months Ended 30-Sep-14	Increase / (Decrease)
	S\$	S\$	%	S\$	S\$	%
Loss after tax	(1,050,142)	(3,236,366)	-68%	(4,543,042)	(9,892,813)	-54%
Other comprehensive income / (loss), net of tax:						
<i>Items that may be reclassified subsequently to profit or loss:</i>						
Exchange differences on translation of foreign operations	(2,184,074)	(57,744)	3682%	(1,069,525)	(184,171)	481%
Net fair value loss on financial assets, available-for-sale	(253,562)	(3,772,063)	-93%	(412,508)	(113,051)	265%
Share of Other Comprehensive income/(loss) of associated companies	402,206	(187,067)	nm	708,829	-	nm
Other comprehensive loss for the period, net of tax	(2,035,430)	(4,016,874)	-49%	(773,204)	(297,222)	160%
Total comprehensive loss for the period	(3,085,572)	(7,253,240)	-57%	(5,316,246)	(10,190,035)	-48%
Total comprehensive loss attributable to:						
Owners of the Company	(3,068,721)	(7,268,653)	-58%	(5,203,093)	(10,937,526)	-52%
Non-controlling interest	(16,851)	15,413	nm	(113,153)	747,491	nm
	(3,085,572)	(7,253,240)	-57%	(5,316,246)	(10,190,035)	-48%

nm = not meaningful

Notes to the Statement of Comprehensive Income

Loss before tax is after (charging)/crediting:-

	GROUP		GROUP	
	Quarter Ended 30-Sep-15	Quarter Ended 30-Sep-14	9 Months Ended 30-Sep-15	9 Months Ended 30-Sep-14
	S\$	S\$	S\$	S\$
Depreciation and amortisation expenses	(360,341)	(236,412)	(1,023,035)	(708,745)
Finance income	814	378,035	3,888	1,377,605
Finance costs	(69,131)	(619,754)	(798,895)	(2,109,254)
Foreign exchange (loss)/gain - net	655,298	(10,497)	(1,204,412)	178,568
Gain on disposal of financial assets, available-for-sale	-	-	101,321	-
Fair value gain / (loss) on financial assets, at fair value through profit or loss	155,902	(3,098,489)	(15,802)	(10,073,489)
Share of profit/(loss) of associated companies	(187,911)	621,387	(731,467)	(153,247)

1(b)(i) A statement of financial position (issuer and group), together with a comparative statement as at end of the immediately preceding financial year

	GROUP		Company	
	As at 30 September 2015 S\$	As at 31 December 2014 S\$	As at 30 September 2015 S\$	As at 31 December 2014 S\$
ASSETS				
Current Assets:				
Cash and bank balances	444,138	3,125,730	52,175	1,861,352
Financial assets, at fair value through profit or loss	-	1,550,000	-	-
Financial assets, available-for-sale	125,396	171,367	-	-
Trade receivables	1,509,038	27,540	-	-
Other current assets	3,169,167	2,120,792	1,144,963	-
Amount due from subsidiaries	-	-	3,972,631	3,959,031
	5,247,739	6,995,429	5,169,769	5,820,383
Assets classified as held-for-sale	23,129,757	-	-	-
Total Current Assets	28,377,496	6,995,429	5,169,769	5,820,383
Non-Current Assets:				
Investments in subsidiaries	-	-	1,956,031	1,956,031
Investments in associated companies	10,038,513	11,134,317	-	-
Financial assets, available-for-sale	2,368,301	24,213,949	-	-
Property, plant and equipment	758,310	946,616	667,865	818,402
Investment properties	2,206,574	2,239,351	-	-
Intangible assets	2,055,320	2,483,619	-	-
Amount due from subsidiaries	-	-	12,398,144	12,398,144
Goodwill	5,825,638	5,825,638	-	-
Total Non-Current Assets	23,252,656	46,843,490	15,022,040	15,172,577
Total Assets	51,630,152	53,838,919	20,191,809	20,992,960
Current Liabilities				
Trade and other payables	4,679,314	12,406,856	1,064,076	558,997
Income tax payable	346	-	-	-
Borrowings	7,052,240	8,458,921	5,523	21,741
	11,731,900	20,865,777	1,069,599	580,738
Liabilities directly associated with assets classified as held-for-sale	33,254,057	-	-	-
Total Current Liabilities	44,985,957	20,865,777	1,069,599	580,738
Non-Current Liabilities				
Other payables	3,065,881	24,078,582	1,249,781	1,100,000
Deferred tax liabilities	347,759	347,759	-	-
Borrowings	975,580	975,580	77,488	77,488
Total Non-Current Liabilities	4,389,220	25,401,921	1,327,269	1,177,488
Total Liabilities	49,375,177	46,267,698	2,396,868	1,758,226
Equity Attributable to Owners of the Company				
Share capital	119,912,067	119,912,067	119,912,067	119,912,067
Accumulated losses	(106,359,601)	(101,958,477)	(102,203,045)	(100,763,252)
Foreign currency translation reserve	(5,521)	383,940	85,919	85,919
Other reserves	(10,626,467)	(10,626,467)	-	-
Fair value reserve	(679,128)	(266,620)	-	-
Total Shareholders' Fund	2,241,350	7,444,443	17,794,941	19,234,734
Non-controlling Interest	13,625	126,778	-	-
Total Equity	2,254,975	7,571,221	17,794,941	19,234,734
Total Liabilities and Equity	51,630,152	53,838,919	20,191,809	20,992,960

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 30 September 2015		As at 31 December 2014	
S\$	S\$	S\$	S\$
Secured	Unsecured	Secured	Unsecured
7,052,240	Nil	8,458,921	Nil

(B) Amount repayable after one year

As at 30 September 2015		As at 31 December 2014	
S\$	S\$	S\$	S\$
Secured	Unsecured	Secured	Unsecured
975,580	Nil	975,580	Nil

(C) Whether the amounts are secured or unsecured

The amounts are secured by quoted shares and a property.

(D) Details of any collateral:

- (1) A term loan is granted to a subsidiary of a wholly owned subsidiary from a bank and is secured by quoted securities.
- (2) The Company is a corporate guarantor for a term loan granted to a wholly owned subsidiary. The term loan is for the purchase of a leasehold property and is secured by the said property.
- (3) The Group's motor vehicles are purchased under Hire Purchase and are secured by the said vehicles.
- (4) The Company is a corporate guarantor to a fund managed by a former subsidiary for the fund's investee company secured redeemable notes. The Company has a back to back indemnity from the former subsidiary for the amount guaranteed by the Company and is working towards the eventual release of the corporate guarantee.

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

	GROUP		GROUP	
	Quarter Ended	Quarter Ended	9 Months Ended	9 Months Ended
	30 September 2015	30 September 2014	30 September 2015	30 September 2014
	S\$	S\$	S\$	S\$
Cash flows from operating activities:				
Loss before tax	(1,050,142)	(3,120,482)	(4,540,813)	(9,643,239)
Adjustments for:				
Depreciation and amortisation expenses	360,341	236,412	1,023,035	708,745
Fair value (gain)/loss on financial assets, at fair value through profit or loss	(155,902)	3,098,489	15,802	10,073,489
Finance income	(814)	(378,035)	(3,888)	(1,377,605)
Finance costs	69,131	619,754	798,895	2,109,254
Gain on disposal of financial assets, available for sale	-	-	(101,321)	-
Gain on disposal of property, plant and equipment	-	-	-	(147)
Gain on disposal of subsidiaries	-	(1,075)	-	(505,747)
Impairment loss on financial assets, available-for-sale	32,180	267,688	45,971	267,688
Loss on disposal of financial asset, at fair value through profit or loss	803,600	-	803,600	2,074
Share of loss/(gain) of associated companies	187,911	(621,387)	731,467	153,247
Write back of impairment loss on other receivables	(40,246)	-	(1,028,187)	-
Unrealised foreign currency translation (gain)/loss	(1,020,295)	(56,578)	689,453	(182,466)
Operating cash flows before changes in working capital	(814,236)	44,786	(1,565,986)	1,605,293
Changes in working capital:				
Financial assets, available-for-sale	(1,264,159)	(1,693,131)	(1,595,296)	(3,109,443)
Financial assets, at fair value through profit or loss	236,302	-	730,598	1,369
Trade and other receivables and other current assets	(348,577)	(645,658)	(1,740,847)	(3,121,671)
Trade and other payables	2,089,272	50,428	3,853,758	2,342,047
Net cash used in operations	(101,398)	(2,243,575)	(317,773)	(2,282,405)
Income tax paid	(570)	(190,748)	109,684	(398,496)
Net cash used in operating activities	(101,968)	(2,434,323)	(208,089)	(2,680,901)
Cash flows from investing activities:				
Interest received	814	5,492	3,888	16,283
Repayment of loan receivable	-	617,100	-	617,100
Purchase of intangible assets	(258,457)	(229,415)	(372,163)	(655,745)
Purchase of property, plant and equipment	(614)	(20,848)	(12,817)	(119,100)
Proceeds from disposal of property, plant and equipment	212	-	212	2,228
Net cash outflow from disposal of subsidiaries	-	(3,687)	-	(543,227)
Net cash (used in) / generated from investing activities	(258,045)	368,642	(380,880)	(682,461)
Cash flows from financing activities:				
Advances from investee company	-	-	-	1,100,000
(Repayment to)/Advances from former subsidiary	(15,000)	1,440,704	(30,000)	3,823,040
Deposit at call pledged	149,866	-	-	-
Dividend paid to non-controlling shareholder	-	-	-	(150,000)
Proceeds from borrowings	300,000	1,300,000	300,000	1,300,000
Repayment of borrowings	(371,448)	(647,760)	(2,201,689)	(3,398,671)
Repayment of finance leases	(7,420)	(7,106)	(22,095)	(21,089)
Interest paid	(6,902)	(105,059)	(138,839)	(274,068)
Net cash generated from / (used in) financing activities	49,096	1,980,779	(2,092,623)	2,379,212
Net decrease in cash and cash equivalents	(310,917)	(84,902)	(2,681,592)	(984,150)
Cash and cash equivalents at the beginning of the quarter	755,055	9,336,908	3,125,730	10,236,156
Cash and cash equivalent at the end of the quarter	444,138	9,252,006	444,138	9,252,006
Cash and cash equivalent as above	444,138	9,252,006	444,138	9,252,006
Deposit at call pledged	-	3,000,000	-	3,000,000
Cash and cash equivalent as per balance sheets	444,138	12,252,006	444,138	12,252,006

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalization issues and distribution to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year

	Share Capital	Foreign Currency Translation Reserve	Accumulated Losses	Fair Value Reserve	Other Reserve	Total	Non-Controlling Interest	Total Equity
	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$
GROUP								
<u>3 months ended 30 September 2015</u>								
At 1 July 2015	119,912,067	1,795,842	(105,345,805)	(425,566)	(10,626,467)	5,310,071	30,476	5,340,547
Loss	-	-	(1,013,796)	-	-	(1,013,796)	(36,346)	(1,050,142)
Other Comprehensive income/(loss)	-	(1,801,363)	-	(253,562)	-	(2,054,925)	19,495	(2,035,430)
Total comprehensive income/(loss)	-	(1,801,363)	(1,013,796)	(253,562)	-	(3,068,721)	(16,851)	(3,085,572)
Balance as at 30 September 2015	119,912,067	(5,521)	(106,359,601)	(679,128)	(10,626,467)	2,241,350	13,625	2,254,975
GROUP								
<u>3 months ended 30 September 2014</u>								
At 1 July 2014	113,671,814	(51,097)	(50,961,213)	10,923,159	(5,178,639)	68,404,024	1,036,198	69,440,222
Loss	-	-	(3,251,807)	-	-	(3,251,807)	15,441	(3,236,366)
Other Comprehensive loss	-	(57,418)	-	(3,959,428)	-	(4,016,846)	(28)	(4,016,874)
Total comprehensive loss	-	(57,418)	(3,251,807)	(3,959,428)	-	(7,268,653)	15,413	(7,253,240)
Issuance of new shares	6,240,253	-	-	-	-	6,240,253	-	6,240,253
Acquisition of additional interest in subsidiary	-	-	-	-	(5,447,828)	(5,447,828)	(792,425)	(6,240,253)
Balance as at 30 September 2014	119,912,067	(108,515)	(54,213,020)	6,963,731	(10,626,467)	61,927,796	259,186	62,186,982

	Share Capital	Foreign Currency Translation Reserve	Accumulated Losses	Total
	S\$	S\$	S\$	S\$
COMPANY				
<u>3 months ended 30 September 2015</u>				
At 1 July 2015	119,912,067	85,919	(101,762,572)	18,235,414
Loss	-	-	(440,473)	(440,473)
Total comprehensive loss	-	-	(440,473)	(440,473)
Balance as at 30 September 2015	119,912,067	85,919	(102,203,045)	17,794,941
COMPANY				
<u>3 months ended 30 September 2014</u>				
At 1 July 2014	113,671,814	85,919	(15,503,770)	98,253,963
Loss	-	-	407,479	407,479
Total comprehensive loss	-	-	407,479	407,479
Issuance of new shares	6,240,253	-	-	6,240,253
Balance as at 30 September 2014	119,912,067	85,919	(15,096,291)	104,901,695

	Share Capital	Foreign Currency Translation Reserve	Accumulated Losses	Fair Value Reserve	Other Reserve	Total	Non- Controlling Interest	Total Equity
GROUP	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$
<u>9 months ended 30 September 2015</u>								
At 1 January 2015	119,912,067	383,940	(101,958,477)	(266,620)	(10,626,467)	7,444,443	126,778	7,571,221
Loss	-	-	(4,401,124)	-	-	(4,401,124)	(141,918)	(4,543,042)
Other Comprehensive income/(loss)	-	(389,461)	-	(412,508)	-	(801,969)	28,765	(773,204)
Total comprehensive income/(loss)	-	(389,461)	(4,401,124)	(412,508)	-	(5,203,093)	(113,153)	(5,316,246)
Balance as at 30 September 2015	119,912,067	(5,521)	(106,359,601)	(679,128)	(10,626,467)	2,241,350	13,625	2,254,975
<u>9 months ended 30 September 2014</u>								
At 1 January 2014	113,671,814	75,962	(43,573,022)	7,076,782	(5,178,639)	72,072,897	454,120	72,527,017
Loss	-	-	(10,639,998)	-	-	(10,639,998)	747,185	(9,892,813)
Other Comprehensive loss	-	(184,477)	-	(113,051)	-	(297,528)	306	(297,222)
Total comprehensive loss	-	(184,477)	(10,639,998)	(113,051)	-	(10,937,526)	747,491	(10,190,035)
Issuance of new shares	6,240,253	-	-	-	-	6,240,253	-	6,240,253
Acquisition of additional interest in subsidiary	-	-	-	-	(5,447,828)	(5,447,828)	(792,425)	(6,240,253)
Dividend paid to non-controlling shareholder	-	-	-	-	-	-	(150,000)	(150,000)
Balance as at 30 September 2014	119,912,067	(108,515)	(54,213,020)	6,963,731	(10,626,467)	61,927,796	259,186	62,186,982

	Share Capital	Foreign Currency Translation Reserve	Accumulated Losses	Total
COMPANY	S\$	S\$	S\$	S\$
<u>9 months ended 30 September 2015</u>				
At 1 January 2015	119,912,067	85,919	(100,763,252)	19,234,734
Loss	-	-	(1,439,793)	(1,439,793)
Total comprehensive loss	-	-	(1,439,793)	(1,439,793)
Balance as at 30 September 2015	119,912,067	85,919	(102,203,045)	17,794,941
<u>9 months ended 30 September 2014</u>				
At 1 January 2014	113,671,814	85,919	(15,244,696)	98,513,037
Loss	-	-	148,405	148,405
Total comprehensive loss	-	-	148,405	148,405
Issuance of new shares	6,240,253	-	-	6,240,253
Balance as at 30 September 2014	119,912,067	85,919	(15,096,291)	104,901,695

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

None, not applicable

- 1(d)(iii) 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**

	As at 30 September 2015	As at 30 September 2014
Total number of issued shares	1,097,505,101	1,097,505,101
Less: Treasury Shares	Nil	Nil
Total number of issued shares excluding treasury shares	1,097,505,101	1,097,505,101

- 1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasure 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 standard (e.g. the Singapore Standard on Auditing 910 (Engagements to Review Financial Statements), or an equivalent standard).**

The financial results of the Group for the quarter ended 30 September 2015 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).**

The financial results of the Group for the quarter ended 30 September 2015 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 as in the most recently audited financial statements as at 31 December 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 changes.**

The Group has adopted the same accounting policies and method of computations in the financial statements for the current financial period reported as in the last audited financial statements, as well as all the applicable Financial Reporting Standards ("FRS") which became effective for the financial year beginning on or after 1 January 2015. The adoption of these new and revised FRS has no material effect for the current financial period.

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**

Earnings per share

	Group		Group	
	Quarter ended 30 September 2015	Quarter ended 30 September 2014	9 Months ended 30 September 2015	9 Months ended 30 September 2014
Loss per ordinary share for the year after deducting any provision for preference dividend:-				
Basic and fully diluted				
Group (Singapore cents)	(0.09)	(0.32)	(0.40)	(1.05)
Weighted average number of ordinary shares for the purposes of computing basic and diluted earnings per share	1,097,505,101	1,017,183,414	1,097,505,101	1,017,183,414
Loss attributable to owners of the Company (S\$)	(1,013,796)	(3,251,807)	(4,401,124)	(10,639,998)

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

	As at 30 September 2015	As at 31 December 2014
Net asset backing per ordinary share based on existing issued share capital as at the end of the period		
(i) Based on number of ordinary		
Group (Singapore cents)	0.20	0.68
Company (Singapore cents)	1.62	1.75
Number of shares in issue applicable to net asset value per ordinary share	1,097,505,101	1,097,505,101

8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss 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. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on**

Events after 30 September 2015

The Company completed the acquisition of the remaining 30% issued and paid up capital of TAP Partners Sdn. Bhd. (formerly known as Asiasons Partners Sdn. Bhd.) on 30 October 2015.

(a) Income Statement

Revenue

For Q3 FY2015, revenue decreased by 66% or by S\$1.5 million from S\$2.2 million in Q3 FY2014 to S\$0.7 million in Q3 FY2015 as the Group recorded lower revenue from its media sales segment from its subsidiary Hub Media Group Pte Ltd ("Hub Media"). The sales were lower as the major clients of Hub Media in Asia are suffering a major currency devaluation loss as Hub Media's billings are mainly in United States Dollars ('USD'). As such, many contracts were delayed or pushed back by the customers hoping to see a recovery of their home currency against the USD. The revenue in Q3 FY2014 included revenue from subsidiaries which were disposed off in FY2014.

For 9M FY2015, revenue decreased by 65% or by S\$5.1 million from S\$7.9 million in 9M FY2014 to S\$2.8 million in 9M FY2015 as the Group recorded lower revenue from its media sales segment as explained earlier and clients switching to different content genre. This resulted in the push back of content delivery for Hub Media in the first half FY2015 and hence, a lower media sales revenue. The revenue in 9M FY2014 included revenue from wholly-owned subsidiaries which were disposed in FY2014.

Loss before tax

The Group recorded a loss before tax of approximately S\$1.1 million and S\$4.5 million in Q3 FY2015 and 9M FY2015 respectively as compared to a loss before tax of approximately S\$3.2 million and S\$9.9 million in Q3 FY2014 and 9M FY2014 respectively. The loss before tax in Q3 FY2015 and 9M FY2015 were mainly due to lower revenue recorded as explained earlier above.

Comprehensive income

The Group recorded other comprehensive loss of approximately S\$2 million in Q3 FY2015 as compared to the other comprehensive loss of approximately S\$4 million in Q3 FY2014.

The Group recorded other comprehensive loss of approximately S\$0.8 million in 9M FY2015 as compared to the other comprehensive loss of approximately S\$0.3 million in 9M FY2014.

The comprehensive loss in Q3 FY2015 and 9M FY2015 were mainly from the exchange differences on translation of foreign operations.

Expenses

- (1) **Cost of media sales** in Q3 FY2015 was attributed to Hub Media mainly for the additional purchase of media content license to increase its media content library to meet sales obligation and future sales and also the amortisation content acquired previously. The media content license are amortized over the period of their estimated useful life of between 2 to 6 years. The breakdown are as follows:

Category	Cost S\$ '000	Amortisation period	For
Content Agreements	3,659	2 to 3 years	Commitment for delivery of media content to customer as per contract
License Agreements	247	6 years	For future sales – building up of catalogue of content

- (2) **Administrative expenses** decreased by approximately of S\$1 million in Q3 FY2015 as compared to Q3 FY2014 due mainly to lower employee cost and other administrative expenses for the period under review from the Group's disposal of four wholly-owned subsidiaries in FY2014.
- (3) **Other income** decreased by approximately of S\$0.1 million in Q3 FY2015 as compared to Q3 FY2014 due mainly to the Group recognised the gain on disposal of a subsidiary in Q3 FY2014.
- (4) **Other expenses** decreased by approximately of S\$0.3 million in Q3 FY2015 as compared to Q3 FY2014 as the Group recorded lower fair value loss on financial asset, at fair value through profit or loss which consisted mainly of quoted securities listed in Singapore. The Group had also recognized \$0.8 million loss for quoted shares that were pledged and transferred to a Financial Institution in the quarter under review.
- (5) **Finance income** comprised of interest income from bank deposits only in FY2015. No interest income was recognised in FY2015 on loan receivable taken by an investee company.
- (6) **Finance cost** decreased by S\$0.6 million in Q3 FY2015 as compared to Q3 FY2014. The decrease was due mainly to the decrease in the interest expenses on other payables which comprise of advances from former subsidiary which were interest free beginning from 1 March 2015 as compared to Q3 FY2014. The interest on borrowing also decreased as the Group had made partial repayment in FY2014.

	Q3 FY2015 S\$'000	Q3 FY2014 S\$'000	Variance S\$'000
Interest expenses on borrowings	36	85	(49)
Interest expenses on other payables	33	535	(502)
Total	69	620	(551)

- (7) The Group recorded a share of loss from associated companies in Q3 FY2015 compared to share of profit in Q3 FY2014.

(b) **Consolidated Balance Sheet and Cash Flow:**

The **net current liabilities** of the Group was approximately S\$16.6 million as at 30 September 2015 as compared to net current liabilities of S\$13.9 million as at 31 December 2014.

The Group has also announced on 25 May 2015 that it is proposing to dispose of its entire shareholding in its wholly owned subsidiary, Portwell Investment Ltd as part of the Group's overall strategy to lighten its Balance Sheet. The proposed disposal is currently on going and the Group will make further update on the status.

The subscription agreement was signed on 2 October 2015 for the issuance of 1% unsecured equity linked redeemable structured convertible notes due 2018.

The increase of approximately S\$2.7 million in net current liabilities was primarily due to:

- 1a. **Cash and Cash Equivalent** decreased by approximately S\$2.7 million. This was due to the Group using S\$0.2 million in its operating activities, net cash used in investing activities of S\$0.4 million and net cash used in financing activities of S\$2.1 million.

The cash used in investing activities of S\$0.4 million was due mainly to the purchase of intangible assets in the current quarter, see note 8(b) 2(e) below.

The cash used in financing activities of S\$2.1 million was due mainly due to the repayment of borrowings and related interests to former subsidiary and banks.

- 1b. **Financial Assets, Fair Value through Profit and Loss** decreased by S\$1.6 million due mainly to a sale of all quoted securities. See also note 8(a) (4).

- 1c. **Financial Assets, available for sale** decreased due mainly to further impairment made on quoted securities portfolio during the quarter.

- 1d. The increase in **trade receivables** of S\$1.5 million were mainly from subsidiary Hub Media as delay in payment from customer due to some delivery changes as explained per Note 8(a) Revenue.

- 1e. The increase in **other current assets** by S\$1 million was due to the recoverable expenses of S\$0.4 million, deposit made for franchise license of S\$0.4 million and deposit made for content license of S\$0.2 million.

- 1f. **Trade and other payables** decreased by approximately S\$7.7 million due mainly to the reclassification of the amount due to a former subsidiary to Liabilities directly associated with asset classified as held-for-sale.

- 1g. **Borrowings** decreased by approximately S\$1.4 million due mainly to the partial repayment of a loan to a former subsidiary and fully repayment of bank term loan for the Group's revolving credit facilities ("RCF"). The borrowings as at 30 September 2015 refer to the current portion of the bank term loans for a property, hire purchase creditors and a third party loan.

The net non-current assets of the Group was approximately S\$18.9 million as at 30 September 2015 as compared with S\$21.4 million as at 31 December 2014. The decrease of approximately S\$2.6 million was mainly due to:

- 2a. **Investments in associated companies** decreased mainly from the Group's share in net losses.

- 2b. **Financial assets, available for sale** decreased by approximately S\$21.8 million mainly due to reclassification of certain financial asset, available for sale to that of Asset classified as held-for-sale.

- 2c. The decrease in **Property, plant and equipment** was due to the depreciation charged for the quarter.

- 2d. The decrease in **Investment properties** was due to the depreciation charged for the quarter.

- 2e. The decrease in **Intangible assets** was due to the amortisation charged for the quarter for Content Agreements and License Agreements. See also note 8(a)(1).

- 2f. **Other payables** refer to the non-current portion of the interest bearing advances from a former subsidiary and investee company. The decrease is mainly due to the reclassification of the advances and interest to Liability directly associated with assets classified as held-for-sale.

- 2g. **Borrowings** refer to the long term portion of the bank term loans for property, hire purchase creditors and a third party loan.

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

No forecast or prospect statement was made previously.

10. **A commentary at the date of the announcement of the competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting year and the next 12 months**

Consumer Business

The strengthening of the USD has affected the Group's major customers in Asia. If the USD continues to appreciate against the customer's home currency, the Group may in turn have to bill the customer in their home currency.

Investment Management

The Group has announced on 2 October 2015 that it has entered into a subscription agreement for the convertible bonds. Further updates will be provided on the bond issue and the streamline exercise.

11. **Dividend**

(a) Current Financial Year Reported On 30 September 2015

Any dividend declared for the current financial year reported on?

Not applicable.

(b) Corresponding Period of the Immediately Preceding Financial Year

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

No dividend has been declared for the corresponding year of the immediately preceding financial 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 has been recommended or declared by the Company for the financial year under review.

13. Summary of Interested Person Transactions

Summary of Interested Person Transactions for the financial period ended 30 September 2015

There is no general mandate on Interested Person Transactions.

The aggregate value of interested person transactions for the period ended 30 September 2015 is as follows:

Name of interested person and nature of transactions	Group			
	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than S\$100,000 and transaction conducted under shareholders' mandate pursuant to Rule 920)		Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 excluding (excluding transactions less than S\$100,000)	
	9M ended 30 September 2015	9M ended 30 September 2014	9M ended 30 September 2015	9M ended 30 September 2014
Dato' Mohammed Azlan Bin Hashim	N.A.	S\$410,695	N.A.	N.A.
Datuk Jared Lim Chih Li	N.A.	S\$162,000	N.A.	N.A.
Mr Ng Teck Wah	N.A.	S\$162,000	N.A.	N.A.

Material Contracts

Save as disclosed above, there were no other material contracts of the Company and its subsidiaries involving the interests of the Managing Director, any director or controlling shareholders for the Q3 and 9M ended 30 September 2015.

14. Confirmation pursuant to the Rule 705(5) of the listing manual

To the best of our knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited interim results of the Group for the Q3 and 9M ended 30 September 2015 to be false and misleading in any material aspect.

BY ORDER OF THE BOARD

Datuk Jared Lim Chih Li
Managing Director
13 November 2015

Yin Kum Choy
Audit Committee Chairman
13 November 2015