

**FINANCIAL STATEMENT AND RELATED ANNOUNCEMENT
FOR THE FULL YEAR ENDED 30 JUNE 2015**

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor") for compliance with the Singapore Exchange Securities Trading Limited (the "SGX-ST") Listing Manual Section B: Rules of Catalyst.

This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement.

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

1(a)(i) An income statement and statement of comprehensive income, or a statement of comprehensive income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

Statement of Comprehensive Income	Group		Change %
	FY2015 S\$'000	FY2014 S\$'000	
Revenue	128,374	114,929	11.7
Cost of works	(117,598)	(104,629)	12.4
Gross profit	10,776	10,300	4.6
Other income	2,013	1,239	62.5
Expenses			
Distribution and marketing	(417)	(124)	236.3
Administrative	(8,003)	(6,185)	29.4
Finance	(146)	(26)	461.5
	(8,566)	(6,335)	35.2
Profit before income tax	4,223	5,204	(18.9)
Income tax expense	(485)	(304)	59.5
Net profit	3,738	4,900	(23.7)
Other comprehensive income:			
Items that may be reclassified subsequently to profit or loss:			
Currency translation differences arising from consolidation	(313)	(2)	NM
Total comprehensive income for the period	3,425	4,898	(30.1)
Net profit attributable to:			
Equity holders	4,239	4,953	(14.4)
Non-controlling interest	(501)	(53)	845.4
	3,738	4,900	(23.7)
Total comprehensive income attributable to:			
Equity holders	3,927	4,951	(20.7)
Non-controlling interest	(502)	(53)	847.3
	3,425	4,898	(30.1)

Notes to Consolidated Statement of Comprehensive Income

The Group's profit before tax is arrived at after charging / (crediting):	FY2015 S\$'000	FY2014 S\$'000	Change %
Equipment handling income	(406)	(482)	(15.8)
Dormitory income	(1,786)	(616)	189.9
Rental income	(46)	(18)	155.6
Gain on disposal of property, plant and equipment	(8)	-	NM
Government grant	(17)	(59)	(70.6)
Insurance compensation	(6)	(33)	(81.4)
Depreciation of property, plant and equipment - cost of works	862	366	135.5
Depreciation of property, plant and equipment - administrative expenses	1,311	868	51.0
Depreciation of investment properties - administrative expenses	7	7	-
Interest expense	146	26	461.5
Interest income	-	(5)	NM
Currency translation loss / (gain)	324	(2)	NM

NM denotes not meaningful

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

Statement of Financial Position	Note	Group		Company	
		30-Jun-15 S\$'000	30-Jun-14 S\$'000	30-Jun-15 S\$'000	30-Jun-14 S\$'000
ASSETS					
Current assets					
Cash and cash equivalents		5,592	9,889	242	895
Trade and other receivables	A	41,429	26,938	6,247	3,232
Inventories		977	-	-	-
Construction contract work-in-progress		54	176	-	-
Development properties		31,980	14,307	-	-
Other current assets		657	423	17	24
Total current assets		80,689	51,733	6,506	4,151
Non-current assets					
Investment in subsidiaries		-	-	20,122	11,622
Property, plant and equipment		7,697	6,250	-	-
Investment properties		229	236	-	-
Deferred income tax assets		94	6	-	-
Total non-current assets		8,020	6,492	20,122	11,622
Total assets		88,709	58,225	26,628	15,773
LIABILITIES					
Current liabilities					
Trade and other payables	B	31,966	20,543	645	323
Borrowings		5,883	1,024	4,000	-
Current income tax liabilities		393	476	7	6
Total current liabilities		38,242	22,043	4,652	329
Non-current liabilities					
Borrowings		24,256	12,260	-	-
Deferred income tax liabilities		245	20	-	-
Total non-current liabilities		24,501	12,280	-	-
Total liabilities		62,743	34,323	4,652	329
NET ASSETS		25,966	23,902	21,976	15,444
Equity					
Share capital		15,196	15,196	15,196	15,196
Retained profits		13,384	10,505	6,780	248
Currency translation reserve		(315)	(2)	-	-
Merger reserve		(2,014)	(2,014)	-	-
Equity attributable to equity holders of the Company		26,251	23,685	21,976	15,444
Non-controlling interests		(285)	217	-	-
Total equity		25,966	23,902	21,976	15,444

Note A: Trade and other receivables	Group		Company	
	30-Jun-15 S\$'000	30-Jun-14 S\$'000	30-Jun-15 S\$'000	30-Jun-14 S\$'000
<u>Trade receivables</u>				
Non-related parties	4,559	6,583	-	-
Subsidiaries	-	-	848	1,958
	4,559	6,583	848	1,958
<u>Construction contracts:</u>				
Due from customers	34,989	19,443	-	-
Project retention	1,830	880	-	-
<u>Non-trade receivables:</u>				
Non-related parties	15	-	-	-
Non-controlling interests	30	30	-	-
Subsidiaries	-	-	5,399	1,274
Staff advances	6	2	-	-
	41,429	26,938	6,247	3,232

Note B: Trade and other payables	Group		Company	
	30-Jun-15 S\$'000	30-Jun-14 S\$'000	30-Jun-15 S\$'000	30-Jun-14 S\$'000
<u>Trade payables</u>				
Non-related parties	15,143	7,360	46	34
Non-controlling interests	176	-	-	-
<u>Construction contracts:</u>				
Due to customers	110	89	-	-
<u>Non-trade payables:</u>				
Non-related parties	5	-	-	-
Director	-	11	-	11
Non-controlling interests	200	44	-	-
Subsidiaries	-	-	350	83
Deposits	67	64	-	-
Accrued operating expenses	16,265	12,975	249	195
	31,966	20,543	645	323

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

	30-Jun-2015		30-Jun-2014	
	Secured	Unsecured	Secured	Unsecured
Repayable in one year or less, or on demand (S\$'000)	5,883	-	1,024	-
Repayable after one year (S\$'000)	24,256	-	12,260	-

Details of any collateral

The Group's existing borrowings were secured by, amongst others, deed of charge over contract proceeds and receivables and mortgages over the Group's properties. Finance lease liabilities of the Group are effectively secured over the leased machinery.

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.

Consolidated Statement of Cash Flows	FY2015 S\$'000	FY2014 S\$'000
Cash flows from operating activities		
Net profit	3,738	4,900
<u>Adjustments for:</u>		
Income tax expense	485	304
Depreciation	2,180	1,241
Gains on disposal of property, plant and equipment	(8)	-
Interest income	-	(5)
Interest expense	146	26
Unrealised currency gains	(305)	(1)
	6,236	6,465
Changes in working capital		
Trade and other receivables	(14,491)	(3,675)
Other current assets	(234)	974
Trade and other payables	11,423	(2,816)
Inventories	(977)	-
Construction contract work-in-progress	122	(176)
Cash provided by operations	2,079	772
Interest received	-	5
Income taxes paid	(431)	(1,610)
Net cash provided by operating activities	1,648	(833)
Cash flows from investing activities		
Additions to property, plant and equipment	(3,620)	(2,794)
Additions to development properties	(17,673)	(14,307)
Proceeds from disposal of property, plant and equipment	8	-
Net cash used in investing activities	(21,285)	(17,101)
Cash flows from financing activities		
Dividends paid	(1,360)	(1,700)
Repayment of finance leases	(356)	(63)
Proceeds from borrowings	17,878	11,720
Repayment of borrowings	(667)	(371)
Interest paid	(146)	(26)
Contribution from non-controlling interests	-	240
Reduction of bank deposits pledged for borrowings	-	100
Net cash provided by financing activities	15,349	9,900
Net decrease in cash and cash equivalents	(4,288)	(8,034)
Cash and cash equivalents		
Beginning of the financial period	9,889	17,923
Effect of changes in cash and cash equivalents	(9)	-
End of the financial period	5,592	9,889

- 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.**

Statement of Changes in Equity	Share capital	Retained profits / (Accumulated losses)	Currency translation reserve	Merger reserve	Equity attributable to owners of the Company	Non-controlling interest	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
The Group							
As at 1 July 2014	15,196	10,505	(2)	(2,014)	23,685	217	23,902
Dividend relating to 2014	-	(1,360)	-	-	(1,360)	-	(1,360)
Total comprehensive income for the year	-	4,239	(313)	-	3,926	(502)	3,424
As at 30 June 2015	15,196	13,384	(315)	(2,014)	26,251	(285)	25,966

As at 1 July 2013	15,196	7,252	-	(2,014)	20,434	-	20,434
Dividend relating to 2013	-	(1,700)	-	-	(1,700)	-	(1,700)
Acquisition of subsidiary	-	-	-	-	-	270	270
Total comprehensive income for the year	-	4,953	(2)	-	4,951	(53)	4,898
As at 30 June 2014	15,196	10,505	(2)	(2,014)	23,685	217	23,902

The Company							
As at 1 July 2014	15,196	248	-	-	15,444	-	15,444
Dividend relating to 2014	-	(1,360)	-	-	(1,360)	-	(1,360)
Total comprehensive income for the year	-	7,892	-	-	7,892	-	7,892
As at 30 June 2015	15,196	6,780	-	-	21,976	-	21,976

As at 1 July 2013	15,196	(343)	-	-	14,853	-	14,853
Dividend relating to 2013	-	(1,700)	-	-	(1,700)	-	(1,700)
Total comprehensive loss for the year	-	2,291	-	-	2,291	-	2,291
As at 30 June 2014	15,196	248	-	-	15,444	-	15,444

- 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.**

There was no change in the Company's share capital since the end of the previous financial year reported on.

The Company did not have any outstanding options, convertibles or treasury shares as at 30 June 2015 and 30 June 2014.

- 1(d)(iii) **To show the 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.**

170,000,000 ordinary shares were issued as at 30 June 2015 (30 June 2014: 170,000,000 ordinary shares).

There were no treasury shares as at the end of the current financial year reported on and as at the end of the immediately preceding financial 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. The Company did not have any treasury shares during and as at the end of current financial year reported on.

- 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 of the Company.

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

Not applicable.

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

Save as disclosed in Section 5 below, the Group has applied the same accounting policies and methods of computation in the Group's financial statements for the current financial year reported on compared to the most recently audited financial statements for the financial year ended 30 June 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 has adopted all new and revised Singapore Financial Reporting Standards ("FRSs") and Interpretations of FRS ("INT FRS") that are relevant to its operations and effective for the financial year beginning on or after 1 July 2014, where applicable. The adoption of these new and revised standards from the effective date did not result in any material impact to the financial statements of the Group for the current financial year reported on.

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	
	FY2015	FY2014
Profit attributable to equity holders of the Company (S\$'000)	4,239	4,953
Weighted average number of ordinary shares used in the computation of basic and diluted EPS ('000)	170,000	170,000
Basic and fully diluted earnings per share (Singapore cents)	2.49	2.91

The diluted and basic EPS are the same for FY2015 and FY2014 as there were no potentially dilutive ordinary shares as at 30 June 2015 and 30 June 2014.

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.

Net Asset Value per ordinary share ¹	Group		Company	
	30-Jun-15 Singapore Cents	30-Jun-14 Singapore Cents	30-Jun-15 Singapore Cents	30-Jun-14 Singapore Cents
Net asset value per ordinary share based on issued share capital	15.27	14.06	12.93	9.08

¹ The net asset value per ordinary share for the Group and the Company as at 30 June 2015 and 30 June 2014 is computed based on the share capital of the Company of 170,000,000 shares.

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.
REVIEW OF FINANCIAL PERFORMANCE
Revenue

Our revenue increased by approximately S\$13.5 million or 11.7% from S\$114.9 million in FY2014 to S\$128.4 million in FY2015. The increase in revenue was mainly due to higher revenue contribution for a new project and on-going projects that commenced in the later part of FY2014. These projects include, among others, revenue from construction works relating to alteration and addition works, new building works, home improvement program works, design and build of upgrading projects and term contract works.

Costs of works, gross profit and gross profit margin

Our costs of works increased by approximately S\$13.0 million or 12.4% from approximately S\$104.6 million in FY2014 to approximately \$117.6 million in FY2015. The increase in cost of works was mainly attributable to higher material costs incurred for our new-build projects and precast manufacturing. Despite the increase in costs of works, our gross profit increased by S\$0.5 million or 4.6% from S\$10.3 million in FY2014 to S\$10.8 million in FY2015. However, our gross profit margin registered a marginal decrease of approximately 0.6% from approximately 9.0% in FY2014 to approximately 8.4% in FY2015 due to higher costs incurred for certain projects.

Other income

Our other income increased by approximately S\$0.8 million or 62.5%, from approximately S\$1.2 million in FY2014 to approximately S\$2.0 million in FY2015. The increase was contributed by our dormitory income of approximately S\$1.2 million (the dormitory was operational since January 2014), offset by a decrease in equipment handling income of approximately S\$0.1 million and foreign exchange loss of S\$0.3 million.

Distribution and marketing expenses

Distribution and marketing expenses increased by approximately S\$0.3 million or 236.3%, from approximately S\$0.1 million in FY2014 to approximately S\$0.4 million in FY2015, mainly due to delivery charges at our precast plant, which commenced production in January 2015.

Administrative expenses

Our administrative expenses increased by approximately S\$1.8 million or approximately 29.4% from approximately S\$6.2 million in FY2014 to S\$8.0 million in FY2015. The increase was mainly due to higher: (i) payroll expenses of approximately S\$0.6 million mainly as a result of increased headcount mainly at our precast plant and salary adjustments within the Group, (ii) depreciation of approximately S\$0.4 million for our workers dormitory, (iii) rental for our precast plant of approximately S\$0.1 million, (iv) repair and maintenance of approximately S\$0.5 million for our workers dormitory and (v) utilities, telecommunications, foreign workers levy and donations of approximately S\$0.2 million.

Finance expenses

The finance costs increased by approximately S\$120,000 or 461.5%, from approximately S\$26,000 in FY2014 to approximately S\$146,000 in FY2015 mainly due to interest paid on term loan and revolving credit facilities that were drawn down during the year to finance our precast plant and for working capital respectively.

Income tax expense

The overall effective tax rate was 11.5% and 5.8% for FY2015 and FY2014 respectively. The Singapore statutory corporate tax rate for both years of assessment remained at 17.0%. The decrease in our effective tax rate for FY2015 and FY2014 was mainly due to the utilisation of government tax incentives.

Net profit

As a result of the above, our net profit decreased by approximately S\$1.2 million or approximately 23.7% from approximately S\$4.9 million in FY2014 to S\$3.7 million in FY2015.

REVIEW OF FINANCIAL POSITION**Current assets**

The Group's current assets increased by approximately S\$29.0 million or 56.0% from approximately S\$51.7 million as at 30 June 2014 to approximately S\$80.7 million as at 30 June 2015, mainly due to capitalisation of costs for our development properties in Singapore and Malaysia of approximately S\$17.7 million, increase in inventories at our precast plant of approximately S\$1.0 million and increase in trade and other receivables of approximately S\$14.5 million, offset by decrease in cash and cash equivalents of approximately S\$4.3 million.

The increase in trade and other receivables was mainly due to higher amount due from contract customers of approximately S\$15.5 million resulting from higher unbilled amounts for project works (including variation orders) performed until 30 June 2015 as the progress billings were only issued after 30 June 2015 upon receiving the relevant completion certificates and increase in project retention sum of approximately S\$1.0 million, offset by lower trade receivables of approximately S\$2.0 million due to higher unbilled amounts for the Group's projects.

Non-current assets

Non-current assets increased by approximately S\$1.5 million or 23.5% from approximately S\$6.5 million as at 30 June 2014 to approximately S\$8.0 million as at 30 June 2015. The increase was mainly attributable to the set-up of our precast plant of approximately S\$2.2 million and construction equipments of approximately S\$0.3 million, offset by higher depreciation expenses for our dormitory and machinery S\$1.0 million.

Current liabilities

The Group's current liabilities increased by approximately S\$16.2 million or 73.5% from approximately S\$22.0 million as at 30 June 2014 to approximately S\$38.2 million as at 30 June 2015, due to the increase in borrowings of approximately S\$4.9 million to fund our precast plant and working capital purposes, increase in trade and other payables of approximately S\$11.4 million, offset by a decrease in income tax liabilities of approximately S\$0.1 million.

The increase in trade and other payables was mainly due to the increase in trade payables of approximately S\$7.8 million resulting from slower payment to supplier and sub-contractors, increase in payables to non-controlling interests of approximately S\$0.2 million and higher accrued operating expenses of approximately S\$3.3 million as cost of works incurred were not yet billed by subcontractors as at 30 June 2015 and these costs were accounted for as part of accrued operating expenses.

Non-current liabilities

The increase in non-current liabilities of approximately S\$12.2 million or 99.5% was mainly due to bank borrowings to finance the development properties in Singapore and Malaysia.

Shareholders' equity

As at 30 June 2015, the shareholders' equity stood at approximately S\$26.0 million, as compared to approximately S\$23.9 million as at 30 June 2014. The increase of approximately S\$2.1 million or 8.6% was mainly attributable to current period net profit of approximately S\$3.7 million, offset by the payment of dividends of approximately S\$1.4 million and higher translation loss of approximately S\$0.3 million.

The Group continued to register a net current assets (excluding development properties) position of approximately S\$10.5 million as at 30 June 2015 compared to S\$15.4 million as at 30 June 2014.

REVIEW OF CASH POSITION

Cash and cash equivalents stood at approximately S\$5.6 million as at 30 June 2015, representing a decrease of approximately S\$4.3 million from approximately S\$9.9 million as at 30 June 2014.

In FY2015, net cash provided by operating activities was approximately S\$1.6 million. This was mainly due to operating cash inflows before working capital changes of approximately S\$6.2 million, adjusted for net working capital outflows of approximately S\$4.2 million and income tax paid of approximately S\$0.4 million. The net working capital outflows was mainly due to increase in trade and other receivables of approximately S\$14.5 million and increase in inventories of approximately S\$1.0 million, offset by an increase in trade and other payables of approximately S\$11.4 million.

Net cash used in investing activities during FY2015 was approximately S\$21.3 million, due to additions of the development properties in Singapore and Malaysia including the capitalisation of related costs and additions to property, plant and equipment.

Net cash provided by financing activities during FY2015 was approximately S\$15.3 million, mainly due to proceeds from bank borrowings of approximately S\$17.9 million for working capital purposes and to finance our precast plant and development properties in Singapore and Malaysia, offset by dividend payment of approximately S\$1.4 million, repayment of bank borrowings and finance leases of approximately S\$0.7 million and S\$0.4 million respectively and interest paid on our borrowings of approximately S\$0.1 million.

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

Not applicable. The Company did not make any forecast or prospect statement.

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.

In January 2015, the Building and Construction Authority ("BCA") projected that the annual construction demand for 2016 and 2017 will be between S\$27 billion and S\$36 billion worth of public sector projects.¹ In August 2015, Ministry of Trade & Industry ("MTI") announced that although the Singapore economy grew by a lower 1.8% on a year-on-year basis in the second quarter, the construction sector saw an improvement as it expanded by 2.5% on a year-on-year basis, supported by expansion in public sector works.² The Group remains cautiously optimistic that our existing pipeline of construction projects, worth approximately S\$230.3 million, will provide sustainable activities through FY2016. Nonetheless, we will continue to tender for projects taking into consideration the intense market competition and increase in construction cost.

Our precast manufacturing plant in Johor, Malaysia has commenced production and has been supplying the precast building components for two of our projects.

There has been progress made on our development properties in Singapore and Malaysia with both projects proceeding according to schedule. The piling stage has been completed and we have entered into the initial construction phase for our Singapore property development project and we have also commenced the earthworks for our Malaysia property development project.

¹ The information was extracted from BCA's website (http://www.bca.gov.sg/Newsroom/pr08012015_BCA.html) which was accessed on 21 August 2015.

² The information was extracted from MTI's website (https://www.mti.gov.sg/ResearchRoom/SiteAssets/Pages/Economic-Survey-of-Singapore-Second-Quarter-2015/PR_2Q15.pdf) which was accessed on 21 August 2015.

11 Dividend

(a) Current Financial Period Reported On

Yes

Name of Dividend:	First and Final
Dividend Type:	Cash
Dividend Rate:	S\$0.008 per ordinary share
Tax Rate:	1-tier tax-exempt

(b) Corresponding Period of the Immediately Preceding Financial Year

Yes

Name of Dividend:	First and Final
Dividend Type:	Cash
Dividend Rate:	S\$0.008 per ordinary share
Tax Rate:	1-tier tax-exempt

(c) Date payable:

The proposed dividend, if approved at the forthcoming annual general meeting, will be paid out at a later date to be announced.

(d) Books closure date:

The book closure date will be announced at a later date.

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

Not applicable

13 If the Group has obtained a general mandate from shareholders for interested persons transactions ("IPT") the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

There were no IPT of S\$100,000 and above for the financial year ended 30 June 2015.

The Group does not have a general mandate from shareholders for IPTs.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR RESULTS
14 Segmented revenue and results for operating segments (of the group) in the form presented in the issuer's most recently audited financial statements, with comparative information for the immediately preceding year.

The reportable segment presentation is based on the Group's management and internal reporting structure used for its strategic decision-making purposes. Currently, the business segments operate in Singapore and Malaysia.

Other services included in Singapore are investment holding and soil investigation activities, which are not included within the reportable operating segments, as these are not included in the reports provided to the Board of Directors. The results of these operations, if any, are included in the "unallocated segments".

The Group's activities comprise the following reportable segments:

General building which involved in construction & building and maintenance works such as excavation, piling, sub-structures and superstructures works, architectural works, aluminium cladding and curtain walling and mechanical and engineering works, supply and installation of furniture or interior fitting-out works, external works and landscaping.

Precast manufacturing which involved in trading and manufacturing of concrete precast products.

Properties investment which involved investment in and trading of development of residential and industrial properties.

Business segment (Group)	FY2015				
	General building S\$'000	Precast manufacturing S\$'000	Properties investment S\$'000	Elimination S\$'000	Total S\$'000
Revenue					
External	128,185	189	-	-	128,374
Inter-segment	-	2,553	-	(2,553)	-
	128,185	2,742	-	(2,553)	128,374
Gross profit / (loss)	11,125	(318)	-	(31)	10,776
Other income					2,329
Unallocated costs					(8,736)
Finance expense					(146)
Profit before income tax					4,223
Income tax expense					(485)
Net profit					3,738
Net profit includes:					
Depreciation	1,786	394	-	-	2,180
Segment assets	43,949	4,577	31,996	-	80,523
Total segment assets includes					
Additions to property, plant and equipment	1,013	2,681	17,684	-	21,378
Segment liabilities	13,352	5,592	22,617	-	41,561

Business segment (Group)	FY2014				
	General building S\$'000	Precast manufacturing S\$'000	Properties investment S\$'000	Elimination S\$'000	Total S\$'000
Revenue					
External	114,929	-	-	-	114,929
Inter-segment	-	-	-	-	-
	114,929	-	-	-	114,929
Gross profit	10,300	-	-	-	10,300
Other income					1,239
Unallocated costs					(6,309)
Finance expense					(26)
Profit before income tax					5,204
Income tax expense					(304)
Net profit					4,900
Net profit includes:					
Depreciation	1,238	3	-	-	1,241
Segment assets	32,531	1,037	14,307	-	47,875
Total segment assets includes					
Additions to property, plant and equipment	3,317	1,040	-	-	4,357
Segment liabilities	20,852	1,431	10,720	-	33,003

Geographical segment

Segment assets are based on the geographical location of the assets. The Group's general building activities are domiciled in Singapore and its joint venture precast manufacturing company was established in Johor, Malaysia since September 2013.

	Group		
	Non-current assets		
	As at 30 June 2015 S\$'000	As at 30 June 2014 S\$'000	Change %
Singapore	4,779	5,455	(12.4)
Malaysia	3,241	1,037	212.5
	8,020	6,492	23.5

15 In the review of performance, the factors leading to any material changes in contributions to turnover and earning by the operating segments.
General building

Total revenue for General building activities increased by approximately S\$13.3 million from approximately S\$114.9 million in FY2014 to approximately S\$128.2 million in FY2015. The increase in revenue was mainly due to higher revenue contribution for a new project and on-going projects that commenced in the later part of FY2014. These projects include, among others, revenue from construction works relating to alteration and addition works, new building works, home improvement program works, design and build of upgrading projects and term contract works.

Gross profit increased by approximately S\$0.8 million or 8.0% from approximately S\$10.3 million in FY2014 to approximately S\$11.1 million in FY2015. However, the gross profit margin decreased from 9.0% in FY2014 to 8.7% in FY2015 mainly due to higher material costs for our new-built projects.

Precast manufacturing

Our precast manufacturing commenced production in January 2015 and recorded revenue of approximately S\$2.7 million in FY2015, of which approximately S\$2.6 million or 93.1% were derived from within the Group and approximately S\$0.2 million or 6.9% were derived from an external customer.

For FY2015, a gross loss of approximately S\$0.3 million was recorded mainly due to overhead costs such as depreciation expenses, rental of equipments, tooling and consumables and repair and maintenance.

16 A breakdown of sales as follows:

	Group		
	FY2015 S\$'000	FY2014 S\$'000	Change %
<u>Sales reported for:</u>			
The first half year	59,920	64,790	(7.5)
The second half year	68,454	50,139	36.5
	128,374	114,929	11.7
<u>Operating profit after tax before deducting minority interests reported for:</u>			
The first half year	580	2,556	(77.3)
The second half year	3,158	2,344	34.7
	3,738	4,900	(23.7)

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

Total annual dividend (Refer to paragraph 11 for the details).

	Latest full year (S\$'000)	Previous full year (S\$'000)
Ordinary	1,360	1,360
Preference	-	-
Total	1,360	1,360

18 Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(10) in the format below. If there is no such persons, the issuer must make an appropriate negative statement.

Name	Age	Family relationship with any director, CEO and/or substantial shareholder	Current position and duties, and the year the position was first held	Details of changes in duties and position held, if any, during the year
Loy Yan Ru	30	Niece of Phua Lam Soon, the Chief Executive of the Company and Ong Siew Eng, an Executive Director of the Company.	Administration and Human Resource Manager since May 2009. Oversees the Group's human resource management and administrative matters including recruitment, staff remuneration and staff insurance matters. In addition, she is also involved in dealing with feedback from the public in relation to certain upgrading and home improvement projects undertaken by the Group.	Not applicable

BY ORDER OF THE BOARD

Phua Lam Soon
Chief Executive Officer

27 August 2015