

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

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

	GROUP					
	3 months ended	3 months ended		6 months ended	6 months ended	
	30.06.16	30.06.15	Change	30.06.16	30.06.15	Change
	\$'000	\$'000	%	\$'000	\$'000	%
Revenue	66,750	83,984	(20.5)	135,194	169,574	(20.3)
Cost of sales	(59,520)	(76,111)	(21.8)	(119,738)	(153,849)	(22.2)
Gross profit	7,230	7,873	(8.2)	15,456	15,725	(1.7)
Other operating income	(221)	581	n.m.	622	1,352	(54.0)
Selling and distribution costs	(1,445)	(1,530)	(5.6)	(2,885)	(3,178)	(9.2)
Administrative expenses:						
Impairment loss on vessels and marine equipment	(6,848)	-	n.m.	(6,848)	-	n.m.
Impairment loss on intangible assets	(1,729)	-	n.m.	(1,729)	-	n.m.
Fair value loss on derivatives	(626)	-	n.m.	(176)	-	n.m.
Other administrative expenses	(6,059)	(5,003)	21.1	(14,398)	(10,201)	41.1
Finance costs	(387)	(520)	(25.6)	(744)	(1,000)	(25.6)
Profit before income tax	(10,085)	1,401	n.m.	(10,702)	2,698	n.m.
Income tax	(479)	(401)	19.5	(934)	(480)	94.6
Net profit for the period	(10,564)	1,000	n.m.	(11,636)	2,218	n.m.
Other comprehensive income						
<i>Items that may be reclassified subsequently to profit or loss</i>						
Exchange differences on translation of foreign operations	(47)	(525)	(91.0)	(1,031)	299	n.m.
Available-for-sale financial assets	124	(13)	n.m.	111	13	n.m.
Other comprehensive income for the period, net of tax	77	(538)	n.m.	(920)	312	n.m.
Total comprehensive income for the period, net of tax	(10,487)	462	n.m.	(12,556)	2,530	n.m.
Profit attributable to:						
Shareholders of the Company	(10,564)	1,000	n.m.	(11,636)	2,218	n.m.
Non-controlling interests	-	-	-	-	-	-
Total comprehensive income attributable to:						
Shareholders of the Company	(10,487)	462	n.m.	(12,556)	2,530	n.m.
Non-controlling interests	-	-	-	-	-	-

n.m. Not meaningful

	GROUP					
Profit before income tax is arrived at after crediting (charging) the following:	3 months ended	3 months ended		6 months ended	6 months ended	
	30.06.16	30.06.15	Change	30.06.16	30.06.15	Change
	\$'000	\$'000	%	\$'000	\$'000	%
1. Interest income	25	72	(65.3)	87	153	(43.1)
2. Interest expense	(322)	(215)	49.8	(605)	(568)	6.5
3. Allowance for inventory obsolescence	(480)	-	n.m.	(845)	-	n.m.
4. Allowance for doubtful receivables	(35)	-	n.m.	(426)	-	n.m.
5. Other provisions	(414)	-	n.m.	(876)	(40)	n.m.
6. Depreciation	(1,822)	(2,598)	(29.9)	(3,632)	(4,929)	(26.3)
7. Amortisation of intangible assets	(445)	(596)	(25.3)	(958)	(1,182)	(19.0)
8. Fair value (loss) gain on derivatives financial instruments	(626)	110	n.m.	(176)	309	n.m.
9. Fair value (loss) gain on held for trading investments	-	(1)	n.m.	-	31	n.m.
10. Impairment loss on intangible assets	(1,729)	-	n.m.	(1,729)	-	n.m.
11. Impairment loss on vessels and marine equipment	(6,848)	-	n.m.	(6,848)	-	n.m.
12. Loss on disposal of available-for-sale investment	(75)	-	n.m.	(112)	-	n.m.
13. Gain (loss) on disposal of property, plant and equipment	(19)	167	n.m.	60	237	(74.7)
14. Net exchange gain (loss)	675	120	n.m.	(23)	111	n.m.
15. Finance costs, including:	(388)	(520)	(25.4)	(743)	(1,000)	(25.7)
a) Bank charges	(65)	(305)	(78.7)	(138)	(432)	(68.1)
b) Interest expenses for:						
Bills payable and short-term trade loans	(280)	(157)	78.3	(485)	(449)	8.0
Finance leases	(11)	(10)	10.0	(21)	(29)	(27.6)
Revolving loans and term loans	(32)	(48)	(33.3)	(99)	(90)	10.0

n.m. Not meaningful

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

	GROUP			COMPANY		
	30.06.16	31.12.15	Change	30.06.16	31.12.15	Change
	\$'000	\$'000	%	\$'000	\$'000	%
ASSETS						
Current assets:						
Cash and bank balances	14,403	25,915	(44.4)	7,227	14,376	(49.7)
Trade receivables	57,147	71,580	(20.2)	-	-	-
Other receivables and prepayments	8,471	9,085	(6.8)	60,262	45,823	31.5
Tax recoverable	409	599	(31.7)	1	1	-
Available-for-sale financial assets	606	2,302	(73.7)	606	2,302	(73.7)
Held for trading investments	-	2,532	n.m.	-	2,239	n.m.
Vessels held for sale	9,020	17,906	(52.8)	-	-	-
Inventories	33,416	36,318	(8.2)	-	-	-
Total current assets	123,472	166,237	(25.7)	68,096	64,741	5.2
Non-current assets:						
Trade receivables	2	25	(92.0)	-	-	-
Other receivables and prepayments	1,175	1,056	11.3	-	-	-
Investment in subsidiaries	-	-	-	98,493	98,493	-
Available-for-sale financial assets	323	323	-	316	316	-
Property, plant and equipment	25,770	29,668	(13.1)	692	834	(17.0)
Intangible assets	1,674	4,361	(60.6)	-	-	-
Total non-current assets	28,944	35,433	(18.3)	99,502	99,643	(0.1)
Total assets	152,416	201,670	(24.4)	167,598	164,384	2.0

	GROUP			COMPANY		
	30.06.16	31.12.15	Change	30.06.16	31.12.15	Change
	\$'000	\$'000	%	\$'000	\$'000	%
LIABILITIES AND EQUITY						
Current liabilities:						
Trade payables	60,213	61,950	(2.8)	17	98	(82.7)
Other payables and provisions	7,678	8,308	(7.6)	82,518	70,744	16.6
Income tax payable	431	408	5.6	-	-	-
Borrowings	27,896	60,929	(54.2)	4,897	11,022	(55.6)
Derivative financial instruments	2,887	2,855	1.1	-	-	-
Total current liabilities	99,105	134,450	(26.3)	87,432	81,864	6.8
Non-current liabilities:						
Borrowings	2,267	3,624	(37.4)	23	34	(32.4)
Deferred tax liabilities	347	347	-	-	-	-
Total non-current liabilities	2,614	3,971	(34.2)	23	34	(32.4)
Total liabilities	101,709	138,421	(26.5)	87,455	81,898	6.8
Capital and reserves:						
Share capital	77,929	77,929	-	77,929	77,929	-
Treasury shares	(5,894)	(5,894)	-	(5,894)	(5,894)	-
Investment revaluation reserve	(105)	(216)	(51.4)	(105)	(216)	(51.4)
Foreign currency translation reserve	(10,247)	(9,216)	11.2	-	-	-
Retained earnings (accumulated losses)	(10,986)	646	n.m.	8,213	10,667	(18.3)
Total equity	50,697	63,249	(19.8)	80,143	82,486	(2.8)
Total liabilities and equity	152,416	201,670	(24.4)	167,598	164,384	2.0

n.m: Not meaningful

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

Detail of borrowings:

	GROUP		COMPANY	
	30.06.16	31.12.15	30.06.16	31.12.15
	\$'000	\$'000	\$'000	\$'000
Current				
Unsecured				
Bills payable	919	8,559	-	-
Export trade loans	15,207	33,636	-	-
Revolving loans	2,740	2,832	-	-
Term loans	3,363	4,110	-	-
Secured				
Term loans	5,295	11,420	4,875	11,000
Finance leases	<u>372</u>	<u>372</u>	<u>22</u>	<u>22</u>
	27,896	60,929	4,897	11,022
Non-current				
Unsecured				
Term loans	1,096	2,104	-	-
Secured				
Term loans	595	805		-
Finance leases	<u>576</u>	<u>715</u>	<u>23</u>	<u>34</u>
	2,267	3,624	23	34
Total borrowings	30,163	64,553	4,920	11,056

The borrowings are repayable as follows:

	GROUP		COMPANY	
	30.06.16	31.12.15	30.06.16	31.12.15
	\$'000	\$'000	\$'000	\$'000
On demand or within one year	27,896	60,929	4,897	11,022
In the second year	1,880	2,712	21	21
In the third year	378	854	2	13
In the fourth year	9	58	-	-
In the fifth year	-	-	-	-
	30,163	64,553	4,920	11,056
Less: Amount due for settlement within 12 months (shown under current liabilities)	(27,896)	(60,929)	(4,897)	(11,022)
Amount due for settlement after 12 months	2,267	3,624	23	34

Bank borrowings

1) Trade finance:

The Group has banking facilities relating to bills discounted with recourse, trade bills payable, revolving credits, export trade loan and bank overdrafts of \$182,272,000 (2015 : \$182,272,000), of which \$18,866,000 (2015 : \$45,027,000) have been utilised as at June 30, 2016. These banking facilities are secured by a corporate guarantee from the Company. Excluding bank overdraft facilities, these banking facilities bear interest rates from 2.0% to 2.9% (2015 : 1.7% to 2.4%) per annum.

2) Term loans:

- i) an amount of \$1,000,000 extended to a subsidiary of the Company in August 2013 and November 2013 in 2 equal tranches. The loan bears interest at 2% per annum above United Overseas Bank (“UOB”) swap rate and is repayable in 12 equal quarterly instalments of \$50,000 until August 2016, with the remaining balance to be repaid in a lump-sum repayment in September 2016. The average effective interest rate for the loan is approximately 2.4% (2015 : 2.4%) per annum. As at June 30, 2016, the outstanding balance of the loan was \$450,000 (2015 : \$550,000).
- ii) an amount of \$1,680,000 denominated in Singapore dollars was extended to a subsidiary of the Company in November 2014, secured by a freehold property. The loan bears interest at 1.9% per annum above the bank’s cost of funds and is repayable in 48 equal monthly instalments of \$35,000 until October 2018. As at June 30, 2016, the outstanding balance of the loan was \$1,015,000 (2014: \$1,225,000).
- iii) an amount of \$12,500,000 denominated in Singapore dollars was drawn down by the Company in October 2014 for the acquisition of the shipyard located at 15D Pandan Road and certain related marine logistics equipment. The loan, secured by the shipyard leasehold property, bears interest at 2.35% per annum above UOB swap rate and is repayable in 19 equal quarterly instalments of \$375,000 until June 2019, with the remaining balance to be repaid through lump-sum repayment in September 2019. In 1Q2016, a lump-sum repayment of \$5,750,000 was made and as at June 30, 2016, the outstanding balance of the loan was \$4,875,000 (2015: \$11,000,000).
- iv) an amount totalling \$6,664,000 was drawn down by subsidiaries of the Company for the purpose of funding working capital, repayable in instalments until May 2018. The loans bear an average effective interest approximating 2.7% and are denominated in United States dollars (equivalent US\$4,000,000) and in Singapore dollars (\$1,000,000). As at June 30, 2016, the outstanding balance of the loans was \$4,009,000 (2015: \$5,664,000) (repayable as follows: 2016 : \$3,082,000, 2017 : \$1,868,000, 2018 : \$714,000).

3) Finance leases

The Company and subsidiaries of the Group acquired certain of its plant and equipment under finance leases in accordance to the Group’s policy. The leases bear an average interest rate of 2.3% per annum (2015: 2.3% per annum) and are repayable over an average lease term of 3 years (2015: 3 years). Interest rates are fixed at contract dates and on fixed repayment basis without contingent rental payments. The Group’s obligations under finance leases are secured by the Group’s title to the leased assets, recorded within property, plant and equipment.

As at 30 June 2016, due to further impairment of the Group’s vessel and marine equipment, the Group was not able to satisfy the minimum net tangible worth covenant. Consequently, non-current portion of the affected term loans above had been reclassified as current liabilities in accordance with FRS 1 – Presentation of Financial Statements, which requires waiver to be obtained prior to the corresponding period ends. This is not expected to affect the Group’s ability to operate on an ongoing basis.

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	3 months ended	3 months ended	6 months ended	6 months ended
	30.06.16	30.06.15	30.06.16	30.06.15
	\$'000	\$'000	\$'000	\$'000
Operating activities:				
(Loss) profit before income tax	(10,085)	1,401	(10,702)	2,698
Adjustments for:				
Allowance for inventory obsolescence	480	-	845	-
Allowance for doubtful debts	35	-	426	-
Other provisions	414	-	876	40
Impairment loss on intangible assets	1,729	-	1,729	-
Impairment of vessels and marine equipment	6,848	-	6,848	-
Depreciation	1,822	2,598	3,632	4,929
Loss (gain) on disposal of property, plant and equipment	19	(167)	(60)	(237)
Amortization of intangible assets	445	596	958	1,182
Loss on disposal of available-for-sales financial assets	76	-	76	-
Fair value loss (gain) on derivatives financial instruments	626	(110)	176	(309)
Fair value loss (gain) on held for trading investments	-	1	36	(31)
Interest income	(25)	(72)	(87)	(153)
Interest expense	322	215	605	568
Net foreign exchange (gain) loss	(465)	7	(843)	176
Operating cash flows before movement in working capital	2,241	4,469	4,515	8,863
Trade receivables	1,553	(3,621)	11,819	(2,819)
Other receivables and prepayments	2,101	833	2,934	263
Inventories	(488)	5,128	964	2,498
Trade payables	(994)	4,316	217	11,122
Other payables	(1,922)	(1,576)	(856)	(2,866)
Cash generated from operations	2,491	9,549	19,593	17,061
Interest paid	(322)	(215)	(605)	(568)
Income tax paid	(383)	(294)	(721)	(670)
Net cash from operating activities	1,786	9,040	18,267	15,823

	3 months ended	3 months ended	6 months ended	6 months ended
	30.06.16	30.06.15	30.06.16	30.06.15
	\$'000	\$'000	\$'000	\$'000
Investing activities:				
Proceeds from disposal of property, plant and equipment	41	9	153	829
Proceeds from disposal of held-for-trading investments	-	-	2,496	-
Proceeds from disposal of available-for-sale financial assets	1,226	-	1,731	-
Purchase of financial assets	-	(502)	-	(502)
Purchase of property, plant and equipment	(295)	(1,382)	(759)	(5,291)
Deferred development costs	-	(612)	-	(1,167)
Interest received	25	72	87	153
Net proceed (settlement) from derivative financial instruments	11	2	(116)	155
Net cash from (used in) investing activities	1,008	(2,413)	3,592	(5,823)
Financing activities:				
Repayment of obligations under finance leases	(104)	(118)	(205)	(434)
Proceeds from bank borrowings	15,179	59,904	43,945	116,728
Repayment of bank borrowings	(21,329)	(61,276)	(76,603)	(113,024)
Refund of unclaimed dividend	4	8	4	8
Payment of dividend	-	(2,430)	-	(2,430)
Net cash (used in) from financing activities	(6,250)	(3,911)	(32,859)	849
Net (decrease) increase in cash and cash equivalents	(3,456)	2,716	(11,000)	10,849
Effects of exchange rate changes on the balance of cash held in foreign currencies	14	(265)	(512)	137
Cash and cash equivalents at beginning of period	17,845	29,018	25,915	20,483
Cash and cash equivalents at end of period	14,403	31,469	14,403	31,469

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 distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Share capital	Treasury shares	Investment revaluation reserve	Foreign currency translation reserve	Accumulated losses	Total
Group	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Latest Period						
Balance at 1 January 2016	77,929	(5,894)	(216)	(9,216)	646	63,249
<i>Total comprehensive loss for the period</i>						
Loss for the period	-	-	-	-	(1,072)	(1,072)
Other comprehensive loss for the period	-	-	(13)	(984)	-	(997)
Total	-	-	(13)	(984)	(1,072)	(2,069)
Balance at 31 March 2016	77,929	(5,894)	(229)	(10,200)	(426)	61,180
<i>Total comprehensive loss for the period</i>						
Loss for the period	-	-	-	-	(10,564)	(10,564)
Other comprehensive income for the period	-	-	124	(47)	-	77
Refund of unclaimed dividend	-	-	-	-	4	4
Total	-	-	124	(47)	(10,560)	(10,483)
Balance at 30 June 2016	77,929	(5,894)	(105)	(10,247)	(10,986)	50,697
Previous Corresponding Period						
Balance at 1 January 2015	121,450	(5,894)	64	(8,740)	(20,482)	86,398
<i>Total comprehensive income for the period</i>						
Profit for the period	-	-	-	-	1,218	1,218
Other comprehensive income for the period	-	-	26	824	-	850
Total	-	-	26	824	1,218	2,068
Balance at 31 March 2015	121,450	(5,894)	90	(7,916)	(19,264)	88,466
<i>Total comprehensive income for the period</i>						
Profit for the period	-	-	-	-	1,000	1,000
Other comprehensive loss for the period	-	-	(13)	(525)	-	(538)
Dividend paid	-	-	-	-	(2,430)	(2,430)
Refund of unclaimed dividend	-	-	-	-	8	8
Capital reduction	(43,521)	-	-	-	43,521	-
Total	(43,521)	-	(13)	(525)	42,099	(1,960)
Balance at 30 June 2015	77,929	(5,894)	77	(8,441)	22,835	86,506

	Share capital	Treasury shares	Investment revaluation reserve	Accumulated losses	Total
Company	\$'000	\$'000	\$'000	\$'000	\$'000
Latest Period					
Balance at 1 January 2016	77,929	(5,894)	(216)	10,667	82,486
<i>Total comprehensive loss for the period</i>					
Loss for the period	-	-	-	(1,813)	(1,813)
Other comprehensive loss for the period	-	-	(13)	-	(13)
Total	-	-	(13)	(1,813)	(1,826)
Balance at 31 March 2016	77,929	(5,894)	(229)	8,854	80,660
<i>Total comprehensive loss for the period</i>					
Loss for the period	-	-	-	(645)	(645)
Other comprehensive loss for the period	-	-	124	-	124
Refund of unclaimed dividend	-	-	-	4	4
Total	-	-	124	(641)	(517)
Balance at 30 June 2016	77,929	(5,894)	(105)	8,213	80,143
Previous Corresponding Period					
Balance at 1 January 2015	121,450	(5,894)	64	(43,521)	72,099
<i>Total comprehensive income for the period</i>					
Income for the period	-	-	-	979	979
Other comprehensive income for the period	-	-	26	-	26
Total	-	-	26	979	1,005
Balance at 31 March 2015	121,450	(5,894)	90	(42,542)	73,104
<i>Total comprehensive income for the period</i>					
Profit for the period	-	-	-	216	216
Other comprehensive income for the period	-	-	(13)	-	(13)
Dividend paid	-	-	-	(2,430)	(2,430)
Refund of unclaimed dividend	-	-	-	8	8
Capital reduction	(43,521)	-	-	43,521	-
Total	(43,521)	-	(13)	41,315	(2,219)
Balance at 30 June 2015	77,929	(5,894)	77	(1,227)	70,885

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 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.

Share Capital	2016 '000	2015 '000	2016 \$'000	2015 \$'000
	Number of ordinary shares			
<u>Ordinary shares issued and fully paid</u>				
Balance as at 1 January, 31 March and 30 June	51,009	510,094	77,929	121,450

Share consolidation exercise ("Share Consolidation") was carried out by the Company, consolidating every 10 existing issued ordinary shares into 1 ordinary share in the capital of the company. Subsequent to the EGM approval on 24 April 2015, the exercise was completed and announced on 20 May 2015, with 51,009,343 as the new issued number of ordinary shares.

Capital reduction exercise was carried out by the Company, reducing the issued and fully paid-up share capital of the Company from \$121,450,105.41 to \$77,929,440.16. Subsequent to the EGM approval on 24 April 2015, the exercise was completed and announced on 8 June 2015.

As at 30 June 2016, there were no unissued ordinary shares under exercisable options. All options had expired during the financial year ended 31 December 2013

Treasury Shares	2016 '000	2015 '000	2016 \$'000	2015 \$'000
	Number of treasury shares			
<u>Ordinary shares issued and fully paid</u>				
Balance as at 1 January, 31 March and 30 June	2,400	24,001	5,894	5,894

Share consolidation exercise was carried out by the Company, consolidating every 10 existing issued ordinary shares into 1 ordinary share in the capital of the company. Subsequent to the EGM approval on 24 April 2015, the exercise was completed and announced on 20 May 2015, with 2,400,100 as the new total number of treasury shares held.

The Companies Act was amended to allow companies to hold Treasury Shares after 30 January 2006. Pursuant to a share purchase mandate ("Share Purchase Mandate") approved by shareholders on 12 April 2006 and renewed annually, the Company purchased a total of 24,001,000 shares through market purchase on the Singapore Exchange Securities Trading Limited. The total amount paid to acquire shares pursuant to the Share Purchase Mandate was \$5,894,000 and has been deducted from shareholders' equity. The repurchased shares are held as "Treasury Shares".

1 (d)(iii) Total number of issued shares excluding treasury shares

	30.06.16 '000	31.12.15 '000
Number of ordinary shares	51,009	51,009
Treasury shares	(2,400)	(2,400)
Number of issued shares excluding treasury shares	48,609	48,609

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

Please refer to 1(d)(ii)

1 (d)(v) Status on the use of proceeds from IPO and any offerings pursuant to Chapter 8 of the SGX Listing Manual and whether the use of proceeds is in accordance with the stated use.

There are no sales, transfer, disposal, cancellation or use of treasury shares for the period ended 30 June 2016.

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

These figures have not been audited nor reviewed by the auditors.

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.

The same accounting policies and methods of computation have been applied in the financial statements as in the most recently audited annual financial statements as at 31 December 2015 except for the adoption of Financial Reporting Standards ("FRSs") which are relevant to the Group's operations and became effective for the financial years beginning on or after 1 January 2016.

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 adoption of the new and revised FRSs have no material effect on the Group's and Company's accounting policies or have any significant impact on the financial statements.

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

	GROUP			
	3 months ended	3 months ended	6 months ended	6 months ended
	30.06.16	30.06.15	30.06.16	30.06.15
	(in cents)	(in cents)	(in cents)	(in cents)
Earnings per share (EPS)				
(a) Based on weighted average number of ordinary shares in issue	(21.73)	2.06	(23.94)	4.56
(b) On a fully diluted basis	(21.73)	2.06	(23.94)	4.56

Earnings per share for the periods have been computed based on the revised number of shares of 48,609,243 shares as a result of the Share Consolidation.

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

	GROUP		COMPANY	
	30.06.16	31.12.15	30.06.16	31.12.15
	(in cents)	(in cents)	(in cents)	(in cents)
Net asset value per ordinary share	104.29	130.12	164.87	170.72
Net tangible asset value per ordinary share	100.85	121.15	164.87	170.72

The Group's and the Company's net assets value per ordinary share for the periods have been computed based on the revised number of shares of 48,609,243 shares as a result of the Share Consolidation.

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 Group's performance

Results for 2Q2016 and 1H2016

Revenue & Profitability

The Group turnover declined to \$66.8 million for 2Q2016 (2Q2015:\$84.0 million) and \$135.2 million for 1H2016 (1H2015:\$169.6 million) weighed down by weakness in global market.

The macro economy uncertainty globally has resulted in the Group having to further impair its assets and increase its level of provisions. The Group recorded a \$8.6 million of additional impairment losses for its vessels, marine equipment and intangible assets and an increase in provisions for inventory obsolescence, doubtful debts and others amounting to \$2.1 million for 1H2016.

Consequently, the Group registered a net loss position of \$10.6 million and \$11.6 million for 2Q2016 and 1H2016.

Financial Resources

The Group generated lower positive operating cash from operations for 1H2016 as compared to 1H2015 but significantly improved its working capital. This has resulted in an improvement in overall net cash generated from operating activities of \$18.3 million (1H2015: 15.8 million). The Group used the positive cash flow generated from operating activities to reduce its bank borrowing requirement.

As at 30 June 2016, the Group maintained a cash balance of \$14.4 million, net working capital of \$24.4 million and positive shareholders' equity of \$50.7 million. Net debt to equity ratio (total borrowings net of cash on hand to shareholders' equity less cash) was 0.31 as compared to 0.61 as at 31 December 2015 and current ratio was 1.25 versus 1.24 as at 31 December 2015.

The Group has sufficient financial resources (including existing available banking facilities) to fund its operations and capital expenditure requirements for the next 12 months.

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

The 2Q2016 financial results are in line with the prospect statement made in 1Q2016 announcement dated 30 April 2016.

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 world economy is still in sluggish state. Coupled with the volatile currency and uncertain market, we anticipate that the economy to be slow in the recovery process and that it is unlikely for the markets relevant to the Group to have any significant improvement in the near future. The management will continue to review the processes to improve efficiencies and exercise prudence over cost control.

11. Dividend.

(a) Current Financial Period Reported On

Any dividend declared 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

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

Not applicable

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

There was no IPT mandate in force during the financial period ended 30 June 2015. There was no interested person transaction in the financial period ended 30 June 2016 that was discloseable under Rule 920(1)(a)(ii) of the SGX-ST Listing Manual.

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

The Managers confirm that they have procured undertakings from all their directors and executive officers in the format set out in Appendix 7.7 under Rule 720(1) of the SGX-ST Listing Manual.

CONFIRMATION BY THE BOARD

On behalf of the Board of Directors of the Company, we, the undersigned, hereby confirm to the best of our knowledge that nothing has come to the attention of the Board of Directors of the Company which may render the financial statements for the second quarter ended 30 June 2016 to be false or misleading.

On behalf of the Board of Directors

Michael Mun Hong Yew
CEO and Chairman

Jeremy Mun Weng Hung
Executive Director