



2016 Full-Year Financial Statements Announcement

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

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

UNAUDITED RESULTS FOR FULL-YEAR ENDED 31 DECEMBER 2016

The Directors of Hor Kew Corporation Limited advise the following unaudited results of the Group for the full-year ended 31 December 2016.

	Group		
	Full-year ended 31 December 2016	Full-year ended 31 December 2015	%
	\$'000	\$'000	Variance + / (-)
Revenue	67,944	79,508	(15)
Cost of sales	(55,435)	(70,428)	(21)
Gross profit	12,509	9,080	38
Other income	2,570	3,985	(36)
	15,079	13,065	15
Expenses:			
General and administrative expenses	12,219	14,226	(14)
Finance costs	1,297	1,392	(7)
	13,516	15,618	(13)
Profit/(loss) before tax	1,563	(2,553)	NM
Tax (expense)/credit	(60)	513	NM
Profit/(loss) for the year	1,503	(2,040)	NM
Other comprehensive income/(loss):			
<u>Items that are or may be reclassified subsequently to profit or loss:</u>			
Currency translation differences arising from consolidation	(445)	(3,191)	(86)
Fair value loss on available-for-sale financial assets	(1)	(9)	(89)
	(446)	(3,200)	(86)
<u>Items that will not be reclassified subsequently to profit or loss:</u>			
Revaluation gain on property, plant and equipment	578	1,480	(61)
Other comprehensive income/(loss) for the year, net of tax	132	(1,720)	NM
Total comprehensive income/(loss) for the year	1,635	(3,760)	NM
Earnings/(loss) per share			
Basic (cents)	2.89	(3.92)	NM
Diluted (cents)	2.89	(3.92)	NM

Notes:

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

	Group		
	Full-year ended 31 December 2016	Full-year ended 31 December 2015	%
	\$'000	\$'000	Variance + / (-)
Dividend income	^	1	NM
Gain on disposal of property, plant and equipment	30	386	(92)
Gain on settlement of derivative financial instruments	89	56	59
Insurance compensation	-	501	NM
Interest income from fixed deposits	697	829	(16)
Rental income from:			
- investment properties	972	1,067	(9)
- others	145	156	(7)
Sale of scrap materials	259	793	(67)
Sundry income	378	196	93

^ - Less than \$1,000.

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

	Group		
	Full-year ended 31 December 2016	Full-year ended 31 December 2015	%
	\$'000	\$'000	Variance + / (-)
Allowance for doubtful receivables	193	260	(26)
Bad debts written off	1,221	-	NM
Auditors' remuneration paid/payable to:			
- auditors of the Company	124	111	12
- other auditors	17	16	6
Depreciation of property, plant and equipment	4,594	4,087	12
Directors' fees	102	98	4
Fair value loss on derivative financial instruments	250	162	54
Fair value loss on investment properties	781	369	NM
Impairment loss on available-for-sale financial assets	48	322	(85)
Inventories (written back)/written down	(23)	4	NM
Loss on foreign exchange	22	2,404	(99)
Operating lease expenses	827	1,017	(19)
Property, plant and equipment written off	25	108	(77)
Write-back of allowance for doubtful receivables	-	(124)	NM
Staff costs	10,908	15,158	(28)

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

	Group		
	Full-year ended 31 December 2016	Full-year ended 31 December 2015	%
	\$'000	\$'000	Variance
			+ / (-)
Income tax:			
- current year	78	5	NM
- under provision in respect of prior years	7	140	(95)
	85	145	(41)
Deferred income tax:			
- current year	(25)	(658)	(96)
	60	(513)	NM

NM: Not meaningful

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

	Group \$'000		Company \$'000	
	31 December 2016	31 December 2015	31 December 2016	31 December 2015
Non-current assets				
Property, plant and equipment	47,518	48,540	256	192
Investment properties	34,799	35,580	-	-
Investment in subsidiary companies	-	-	45,485	45,560
Trade receivables	2,480	2,630	-	-
Club membership	34	34	-	-
Deferred tax assets	-	128	-	-
Total non-current assets	84,831	86,912	45,741	45,752
Current assets				
Development properties	18,554	18,957	-	-
Completed development properties held for sale	9,672	9,672	-	-
Inventories	7,525	7,796	-	-
Trade receivables	29,769	27,304	-	-
Other receivables	1,028	2,390	40,246	39,335
Available-for-sale financial assets	16	64	13	14
Cash and cash equivalents	29,371	38,219	20	250
Total current assets	95,935	104,402	40,279	39,599
Total assets	180,766	191,314	86,020	85,351
Non-current liabilities				
Hire purchase payables	473	-	-	-
Borrowings	28,269	26,186	-	-
Deferred tax liabilities	2,634	2,632	-	-
Total non-current liabilities	31,376	28,818	-	-
Current liabilities				
Trade payables	18,821	23,617	-	-
Other payables	3,211	4,522	20,545	21,377
Borrowings	32,090	40,711	-	-
Hire purchase payables	445	429	-	-
Derivative financial instruments	250	162	-	-
Tax payables	132	249	10	50
Total current liabilities	54,949	69,690	20,555	21,427
Total liabilities	86,325	98,508	20,555	21,427
Net assets	94,441	92,806	65,465	63,924
Equity				
Share capital	68,323	68,323	68,323	68,323
Share option reserve	8	13	8	13
Other reserves	16,183	16,051	1	2
Accumulated profits/(losses)	9,927	8,419	(2,867)	(4,414)
Total equity	94,441	92,806	65,465	63,924

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

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

As at 31 December 2016 \$'000		As at 31 December 2015 \$'000	
Secured	Unsecured	Secured	Unsecured
32,535	-	41,140	-

(b) Amount repayable after one year

As at 31 December 2016 \$'000		As at 31 December 2015 \$'000	
Secured	Unsecured	Secured	Unsecured
28,742	-	26,186	-

Details of collaterals:

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

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

	Group \$'000	
	Full-year ended 31 December 2016	Full-year ended 31 December 2015
Cash flows from operating activities:		
Profit/(loss) before tax	1,563	(2,553)
Adjustments for:		
Depreciation of property, plant and equipment	4,594	4,087
Dividend income	[^]	(1)
Fair value loss on investment properties	781	369
Fair value loss on derivative financial instruments	250	162
Gain on settlement of derivative financial instruments	(89)	(56)
Gain on disposal of property, plant and equipment	(30)	(386)
Impairment loss on available-for-sale financial assets	48	322
Interest expense	1,297	1,392
Interest income from fixed deposits	(697)	(829)
Property, plant and equipment written off	25	108
Unrealised (gain)/loss on foreign exchange	(275)	1,484
Operating cash flows before working capital changes	7,467	4,099

[^] - Less than \$1,000

Changes in operating assets and liabilities:		
Development properties and completed development properties held for sale	-	1,481
Inventories	271	1,141
Receivables	(953)	(9,704)
Due from/to customers on construction contracts	-	(522)
Payables	(6,114)	2,480
Currency translation adjustment	201	1,214
Cash generated from operations	872	189
Interest received	160	10
Income tax paid	(202)	(843)
Net cash generated from/(used in) operating activities	830	(644)
Cash flows from investing activities:		
Dividends received	^	1
Payment for settlement of derivative financial instruments	(73)	(96)
Proceeds from disposal of available-for-sale financial assets	-	19
Proceeds from disposal of property, plant and equipment	302	1,763
Purchase of property, plant and equipment	(2,557)	(7,451)
Net cash used in investing activities	(2,328)	(5,764)
Cash flows from financing activities:		
Drawdown of borrowings	9,726	27,906
Interest paid	(1,290)	(1,392)
Repayment of borrowings	(14,254)	(17,876)
Repayment of hire purchase payables	(354)	(1,521)
Withdrawal of fixed deposits pledged	9,343	-
Net cash generated from financing activities	3,171	7,117
Net increase in cash and cash equivalents	1,673	709
Cash and cash equivalents at beginning of financial year	2,792	2,208
Effect of exchange rate changes on cash and cash equivalents	(10)	(125)
Cash and cash equivalents at end of financial year	4,455	2,792

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

	As at 31 December 2016 \$'000	As at 31 December 2015 \$'000
Cash and cash equivalents on the consolidated statement of financial position	29,371	38,219
Fixed deposits pledged	(24,883)	(33,414)
Bank overdrafts	(33)	(2,013)
Cash and cash equivalents per consolidated statement of cash flows	4,455	2,792

^ - Less than \$1,000

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

	Share capital \$'000	Share option reserve \$'000	Other reserves \$'000	Accumulated profits \$'000	Total equity \$'000
Group:					
Balance at 1 January 2015	68,323	21	17,771	10,451	96,566
Loss for the year	-	-	-	(2,040)	(2,040)
Other comprehensive income/(loss):					
Currency translation differences arising from consolidation	-	-	(3,191)	-	(3,191)
Fair value loss on available-for-sale financial assets	-	-	(9)	-	(9)
Revaluation gain on property, plant and equipment	-	-	1,480	-	1,480
Other comprehensive loss for the year, net of tax	-	-	(1,720)	-	(1,720)
Total comprehensive loss for the year	-	-	(1,720)	(2,040)	(3,760)
Reclassification upon lapse of share options	-	(8)	-	8	-
Balance at 31 December 2015	68,323	13	16,051	8,419	92,806
Profit for the year	-	-	-	1,503	1,503
Other comprehensive income/(loss):					
Currency translation differences arising from consolidation	-	-	(445)	-	(445)
Fair value loss on available-for-sale financial assets	-	-	(1)	-	(1)
Revaluation gain on property, plant and equipment	-	-	578	-	578
Other comprehensive income for the year, net of tax	-	-	132	-	132
Total comprehensive income for the year	-	-	132	1,503	1,635
Reclassification upon lapse of share options	-	(5)	-	5	-
Balance at 31 December 2016	68,323	8	16,183	9,927	94,441

	Share capital \$'000	Share option reserve \$'000	Other reserves \$'000	Accumulated profits/(losses) \$'000	Total equity \$'000
Company:					
Balance at 1 January 2015	68,323	21	6	3,402	71,752
Loss for the year	-	-	-	(7,824)	(7,824)
Other comprehensive loss for the year, net of tax					
- Fair value loss on available-for-sale financial assets	-	-	(4)	-	(4)
Total comprehensive loss for the year	-	-	(4)	(7,824)	(7,828)
Reclassification upon lapse of share options	-	(8)	-	8	-
Balance at 31 December 2015	68,323	13	2	(4,414)	63,924
Profit for the year	-	-	-	1,542	1,542
Other comprehensive loss for the year, net of tax					
- Fair value loss on available-for-sale financial assets	-	-	(1)	-	(1)
Total comprehensive (loss)/income for the year	-	-	(1)	1,542	1,541
Reclassification upon lapse of share options	-	(5)	-	5	-
Balance at 31 December 2016	68,323	8	1	(2,867)	65,465

- 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.**

During the financial year under review, there is no change in the Company's share capital.

The Company did not grant new share options and 10,666 share options were lapsed during the financial year as share options granted on 8 July 2006 had expired on 7 July 2016. As at 31 December 2016, a total of 3,799 (31 December 2015: 14,465) share options representing approximately 0.01% (31 December 2015: 0.03%) of the existing issued share capital remained outstanding.

The Company did not hold any treasury shares as at 31 December 2016 (31 December 2015: Nil).

- 1. (d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.**

The Company did not hold any treasury shares as at 31 December 2016 (31 December 2015: Nil).

The total number of issued shares excluding treasury shares as at 31 December 2016 is 52,066,937 shares (31 December 2015: 52,066,937 shares).

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

There was no sale, transfer, disposal, cancellation and/or use of treasury shares during the financial year and as at 31 December 2016 (31 December 2015: Nil).

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

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

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

Not applicable.

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

Except as disclosed in paragraph 5 below, the Group and the Company have applied the same accounting policies and methods of computation in the financial statements for the current reporting year as those of the audited financial statements for the financial year ended 31 December 2015.

5. **If there are any changes to its accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.**

In the current financial year, the Group and the Company have adopted all the new and revised Financial Reporting Standards (FRSs) and Interpretations of FRSs (INT FRSs) that are relevant to its operations and are effective for annual periods beginning on 1 January 2016. The adoption of the new and revised FRSs and INT FRSs does not result in any significant changes to the accounting policies of the Group and the Company and has no material effect on the amounts reported for the current and prior periods.

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

	Group	
	Full-year ended 31 December 2016	Full-year ended 31 December 2015
Profit/(loss) for the year attributable to equity holders of the Company	\$'000 1,503	\$'000 (2,040)
Weighted average number of ordinary shares in issue	'000	'000
- Basic weighted average	52,067	52,067
- Fully diluted weighted average	52,067	52,069
Basic earnings/(loss) per share	Cents 2.89	Cents (3.92)
Diluted earnings/(loss) per share	2.89	(3.92)

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

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

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

	Group		Company	
	31 December 2016 \$	31 December 2015 \$	31 December 2016 \$	31 December 2015 \$
Net asset value per ordinary share	1.81	1.78	1.26	1.23

8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following: - (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

Statement of comprehensive income

The Group generated revenue of \$67.9 million in FY2016 as compared to \$79.5 million recorded in FY2015. It generated \$66.8 million from its prefabrication activities in FY2016, a 13% increase as compared to \$59.0 million in FY2015. The growth were mitigated by lower revenue generated from its construction activities, \$1.1 million in FY2016 as compared to \$18.1 million in FY2015 and no revenue was generated from its property development activities (FY2015 : \$2.4 million).

The Group recorded a gross profit of \$12.5 million in FY2016 as compared to \$9.1 million in FY2015. The gross margin of the Group had improved mainly due to no loss to be provided for completed construction projects in FY2016 (loss provided in FY2015 was \$4.8 million).

Other income of the Group decreased by 36% from \$4.0 million in FY2015 to \$2.6 million in FY2016 mainly due to no insurance compensation received during the financial year and lower income generated from disposal of property, plant and equipment and sale of scrape metal.

General and administrative expenses decreased by 14% from \$14.2 million in FY2015 to \$12.2 million in FY2016 mainly due to lower losses recognised on foreign exchange (\$2.4 million in FY2015 as compared to \$22,000 in FY2016) and lower impairment loss recorded on available-for-sale financial assets (\$48,000 in FY2016 as compared to \$322,000 in FY2015) . The fair value loss in investment properties increased by \$412,000 from \$369,000 in FY2015 to \$781,000 in FY2016 due to the general economic conditions. The Group wrote off bad debts of \$1.2 million after assessing the financial position of trade receivables. Other operating expenses approximately reduced by 7% as there were lower activities in construction segment during FY2016.

Finance costs decreased by 7% from \$1.4 million in FY2015 to \$1.3 million in FY2016 due to repayment of term loans during the financial year.

The Group recorded a profit before tax of \$1.6 million in FY2016 (FY2015: loss before tax of \$2.6 million).

The Group provided tax expense of \$60,000 for profit generated in FY2016 after taking into consideration of available tax allowances and reliefs, and income tax under provided in prior years. (FY2015: tax credit of \$513,000).

Profit after tax of the Group for FY2016 was \$1.5 million (FY2015: loss after tax of \$2.0 million).

Other comprehensive income for the Group, net of tax, for FY2016 was \$132,000 mainly comprising revaluation gains on property, plant and equipment amounting to \$578,000, and it was mitigated by currency translation loss arising from consolidation of \$445,000.

Statement of financial position

Non-current assets of the Group decreased by \$2.1 million from \$86.9 million in FY2015 to \$84.8 million in FY2016 mainly due to depreciation charged on property, plant and equipment and fair value loss on investment properties recognised in FY2016.

Current assets of the Group decreased by \$8.5 million from \$104.4 million in FY2015 to \$95.9 million in FY2016. The cash and cash equivalents reduced by \$8.8 million due to withdrawal of fixed deposits during the financial year. Other receivables reduced by \$1.4 million due to downpayments paid to suppliers had been transferred to purchases and property, plant and equipment upon receipts of goods. Trade receivables increased by \$2.4 million mainly due to increase in external sales generated from precast and prefabrication activities.

Non-current liabilities increased from \$28.8 million in FY2015 to \$31.4 million in FY2016 mainly due to refinancing arrangement to restructure the term loans with longer repayment terms and additional hire purchase arranged for property, plant and equipment purchased in FY2016.

Current liabilities of the group reduced by \$14.8 million mainly due to repayment of term loans pledged by fixed deposit upon withdrawal of fixed deposits (approximately \$8.4 million) and trade and other payables reduced by \$6.1 million mainly due to settlements of subcontractors' final accounts for completed construction projects.

Total liabilities of the Group decreased by \$12.2 million in FY2016 and stood at \$86.3 million as at 31 December 2016.

Shareholders' equity of the Group increased by \$1.6 million and recorded at \$94.4 million as at 31 December 2016. The increase mainly resulted from total comprehensive income generated in FY2016.

Statement of cash flows

The Group generated \$829,000 from its operating activities. It used \$2.3 million in its investing activities, mainly in purchasing of moulds for precast projects.

The Group drew down net loans of \$3.2 million to finance its investing activities.

Net cash of the Group increased by \$1.7 million and stood at \$4.5 million as at 31 December 2016.

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

The Group's actual results are in line with the commentary under paragraph 10 of the Group's previous results announcement (2016 third quarter financial statements announcement).

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

The outlook of the domestic construction and property development industry is expected to remain challenging. The Group will continue to explore business opportunities in the region to strengthen its construction and property development business.

11. Dividend.

(a) Current Financial Period Reported On.

Any dividend recommended for the current financial period reported on?

No.

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

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

No.

(c) Date payable.

Not applicable.

(d) Books closure date.

Not applicable.

(e) Total cumulative dividend (net).

There is no dividend declared for FY2016 (FY2015: Nil).

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

Not applicable.

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

13. Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.

Full year ended 31 December 2016

	Property investment and development \$'000	Construction \$'000	Prefabrication \$'000	Others \$'000	Elimination \$'000	Consolidated \$'000
Segment revenue						
Sales to external customers	-	1,099	66,845	-	-	67,944
Inter-segment sales	-	-	(238)	2,720	(2,482)	-
Total revenue	-	1,099	66,607	2,720	(2,482)	67,944
Segment profit/(loss)	392	13	1,619	(461)	-	1,563
Tax expense						(60)
Profit for the year						1,503

Full year ended 31 December 2015

	Property investment and development \$'000	Construction \$'000	Prefabrication \$'000	Others \$'000	Eliminations \$'000	Consolidated \$'000
Segment revenue						
Sales to external customers	2,366	18,124	59,018	-	-	79,508
Inter-segment sales	-	194	1,901	2,567	(4,662)	-
Total revenue	2,366	18,318	60,919	2,567	(4,662)	79,508
Segment profit/(loss)	42	(6,886)	4,779	(488)	-	(2,553)
Tax credit						513
Loss for the year						(2,040)

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

Property investment and development segment

Property investment and development segment recorded a profit of \$392,000 in FY2016 as compared to a profit of \$42,000 in FY2015 despite no revenue recognised for property development activities in FY2016. The profit was mainly arising from rental income generated from investment property and lower loss on foreign exchange recorded in this business segment in FY2016.

Construction segment

Construction segment recorded revenue of \$1.1 million in FY2016 as compared to \$18.3 million in FY2015 as there was no on-going project in FY2016.

This segment generated profit of \$13,000 mainly due to variation orders approved for works done in prior years.

Prefabrication segment

Profit of the prefabrication segment reduced by 66% from \$4.8 million in FY2015 to \$1.6 million despite its sales increased by 13% from \$59.0 million in FY2015 to \$66.8 million in FY2016 mainly due to low gross margin resulted from keen market competition and also additional allowance for doubtful debts and bad debts written off after assessing the financial position of trade receivables.

Investment holdings and others

Revenue of investment holdings and others segment, mainly comprised of management fees charged to some Singapore companies of the Group, maintained at the same level as FY2015.

Investment holdings and others segment incurred a loss of \$0.5 million mainly resulted from expenses, such as listing expenses and depreciation on property, plant and equipment, which were not rechargeable as management fees to subsidiary companies.

15. A breakdown of sales.

	Group		
	Full-year ended 31 December 2016 \$'000	Full-year ended 31 December 2015 \$'000	% Variance + / (-)
Sales reported for the first half-year	29,028	40,014	(27)
Operating profit/(loss) after tax before deducting non-controlling interests reported for first half-year	774	(825)	NM
Sales reported for the second half-year	38,916	39,494	(1)
Operating profit/(loss) after tax before deducting non-controlling interests reported for second half-year	729	(1,215)	NM

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

	FY2016	FY2015
Name of Dividend	Nil	Nil
Dividend Type	Not applicable	Not applicable
Dividend Amount per Share (in cents)	Not applicable	Not applicable
Tax Rate	Not applicable	Not applicable
Total Annual Dividend (\$'000)	Not applicable	Not applicable

17. Interested Party Transactions.

Name of interested person	Aggregate value of all interested person transactions during the financial period under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)			Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)		
	Full-year ended 31 December 2016 \$'000	Full-year ended 31 December 2015 \$'000	% Variance +/- (-)	Full-year ended 31 December 2016 \$'000	Full-year ended 31 December 2015 \$'000	% Variance +/- (-)
Triton Metal Supplies Pte Ltd	146	800	(82)	NIL	NIL	NM
Wallbox Pte Ltd	24	100	(76)	NIL	NIL	NM

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

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Aw Lay Sim	58	- Sister of Aw Khoon Hwee (Executive Chairman/Managing Director/Substantial Shareholder of the Company) - Sister of Aw Soon Hwee (Substantial Shareholder of the Company) - Aunt of Aw Ying Ying (Executive Director of the Company) - Aunt of Aw Chi-Ken (Executive Director of the Company) - Shareholder of Hor Kew Holdings Pte Ltd, a Substantial Shareholder of the Company.	Group Human Resource of the Company since December 2001. Also oversees the Information Technology, Administration and Human Resource function of the Group as well as facilities management of the investment property in Singapore.	N.A.
Aw Hong Hwee	64	- Brother of Aw Khoon Hwee (Executive Chairman/Managing Director/Substantial Shareholder of the Company) - Brother of Aw Soon Hwee (Substantial Shareholder of the Company) - Uncle of Aw Ying Ying (Executive Director of the Company) - Uncle of Aw Chi-Ken (Executive Director of the Company) - Shareholder of Hor Kew Holdings Pte Ltd, a Substantial Shareholder of the	Business Development Director of Hor Kew Pte Ltd since December 2001. Responsible for business development.	N.A.

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

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

BY ORDER OF THE BOARD

MS KOH EE KOON
COMPANY SECRETARY
1 March 2017