



AURIC PACIFIC GROUP LIMITED

(Company Registration No. 198802981D)

Unaudited Second Quarter Financial Statements and Dividend Announcement for the Period Ended 30 June 2015

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

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

Consolidated Statement of Comprehensive Income

	Note	GROUP					
		2nd Quarter Ended 30 June			Period Ended 30 June		
		2015	2014	Change	2015	2014	Change
		S\$'000	S\$'000	+ / (-) %	S\$'000	S\$'000	+ / (-) %
Revenue		112,871	107,850	4.7	220,041	207,833	5.9
Cost of revenue		(63,260)	(62,281)	1.6	(126,494)	(119,843)	5.5
Gross profit		49,611	45,569	8.9	93,547	87,990	6.3
Other revenue		900	606	48.5	2,816	1,765	59.5
Selling and marketing expenses		(20,199)	(19,532)	3.4	(39,852)	(38,458)	3.6
General and administration expenses		(8,299)	(8,312)	(0.2)	(15,829)	(15,938)	(0.7)
Other operating expenses		(19,353)	(17,511)	10.5	(38,004)	(34,784)	9.3
Investment related activities		(446)	1,547	n.m.	(389)	1,539	n.m.
Finance costs		(101)	(98)	3.1	(192)	(190)	1.1
Share of results of a joint venture company		236	183	29.0	437	244	79.1
Profit before taxation	1	2,349	2,452	(4.2)	2,534	2,168	16.9
Income tax expense	2	(1,175)	(1,312)	(10.4)	(2,081)	(687)	>100
Profit for the financial period, net of taxation		1,174	1,140	3.0	453	1,481	(69.4)
Other comprehensive (expense)/income:							
Foreign currency translation							
- Reclassification adjustment for gain on disposal of a foreign operation		-	(354)	(100.0)	-	(354)	(100.0)
- Losses arising during the year		(2,087)	351	n.m.	(2,368)	407	n.m.
Other comprehensive (expense)/income for the financial period, net of taxation		(2,087)	(3)	>100	(2,368)	53	n.m.
Total comprehensive (expense)/income for the financial period		(913)	1,137	n.m.	(1,915)	1,534	n.m.
Profit/(loss) attributable to:							
Owners of the Company		1,208	1,143	5.7	457	1,454	(68.6)
Non-controlling interests		(34)	(3)	>100	(4)	27	n.m.
		1,174	1,140	3.0	453	1,481	>100
Total comprehensive (expense)/income attributable to:							
Owners of the Company		(880)	1,144	n.m.	(1,917)	1,506	n.m.
Non-controlling interests		(33)	(7)	>100	2	28	(92.9)
		(913)	1,137	n.m.	(1,915)	1,534	n.m.

n.m. = not meaningful

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1(a)(ii) Additional information on the Group Statement of Comprehensive Income

	GROUP					
	2nd Quarter Ended 30 June			Period Ended 30 June		
	2015	2014	Change	2015	2014	Change
	S\$'000	S\$'000	+/(-)%	S\$'000	S\$'000	+/(-)%
1 Profit before taxation						
Profit before taxation included the following for the financial period ended 30 June:						
Amortisation of intangible assets	(700)	(700)	-	(1,400)	(1,400)	-
Write-back/(allowances) for impairment on trade debtors	34	(127)	n.m.	132	(109)	n.m.
Depreciation of property, plant and equipment	(3,537)	(3,234)	9.4	(7,159)	(6,359)	12.6
Dividend income	-	-	-	212	-	100.0
Fair value changes of financial instruments :						
- Loss on investment funds at fair value through profit or loss	(424)	(164)	>100	(407)	(176)	>100
Foreign exchange loss	(475)	(171)	>100	(289)	(265)	9.1
Interest income	12	-	100.0	21	7	>100
Gain on disposal of interest in subsidiary companies	-	1,734	(100.0)	-	1,734	(100.0)
Net (loss)/gain on disposal of property, plant and equipment	(19)	32	n.m.	(3)	53	n.m.
Property, plant and equipment written off	(866)	(24)	>100	(911)	(76)	>100
Stocks written down	(886)	(590)	50.2	(1,380)	(1,171)	17.8
2 Income tax expense						
The charge for income tax expense includes the following:						
(Under)/over provision in respect of prior period	(2)	(4)	(50.0)	(78)	1,160	n.m.

n.m. = not meaningful

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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.

Statements of Financial Position

	GROUP		COMPANY	
	As at 30 June 2015 S\$'000	As at 31 December 2014 S\$'000	As at 30 June 2015 S\$'000	As at 31 December 2014 S\$'000
ASSETS				
Non-current assets				
Property, plant and equipment	36,632	40,861	596	234
Intangible assets	75,014	76,590	-	-
Investments in subsidiary companies	-	-	95,264	96,199
Investments in an associated company	273	273	-	-
Investment in a joint venture companies	2,439	2,002	-	-
Long-term investments	9,959	10,428	-	-
Other debtors	7,030	6,751	-	-
Prepayments and other recoverables	5,022	4,677	-	-
Deferred tax assets	1,096	1,092	-	-
	137,465	142,674	95,860	96,433
Current assets				
Stocks	49,204	48,875	-	-
Trade debtors	69,741	64,137	-	-
Other debtors	6,243	9,249	170	292
Prepayments and other recoverables	6,596	4,428	166	18
Amounts due from subsidiary companies	-	-	175,519	170,116
Fixed deposits (restricted)	3,257	4,004	-	-
Cash and cash equivalents	24,526	46,326	7,666	14,857
	159,567	177,019	183,521	185,283
Total assets	297,032	319,693	279,381	281,716
EQUITY AND LIABILITIES				
Current liabilities				
Trade creditors	(33,764)	(39,888)	-	-
Other creditors and accruals	(38,879)	(46,225)	(1,279)	(2,262)
Deferred income	(2,305)	(1,943)	-	-
Provisions	(818)	(887)	-	-
Amounts due to subsidiary companies	-	-	(162,670)	(183,258)
Loans and borrowings	(4,452)	(9,391)	(1,000)	(4,000)
Tax payable	(3,134)	(2,876)	-	-
	(83,352)	(101,210)	(164,949)	(189,520)
Net current assets/(liabilities)	76,215	75,809	18,572	(4,237)
Non-current liabilities				
Deferred income	(826)	(1,047)	-	-
Provisions	(4,811)	(4,631)	(100)	(100)
Loans and borrowings	(374)	(415)	-	-
Deferred tax liabilities	(3,458)	(3,640)	(192)	(192)
	(9,469)	(9,733)	(292)	(292)
Total liabilities	(92,821)	(110,943)	(165,241)	(189,812)
Net assets	204,211	208,750	114,140	91,904

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Statements of Financial Position (continued)

	GROUP		COMPANY	
	As at 30 June 2015 S\$'000	As at 31 December 2014 S\$'000	As at 30 June 2015 S\$'000	As at 31 December 2014 S\$'000
EQUITY AND LIABILITIES (CONT'D)				
Equity attributable to owners of the Company				
Share capital	64,461	64,461	64,461	64,461
Retained earnings	143,199	145,255	41,204	18,968
Other reserves	(4,106)	(1,734)	-	-
Merger reserve	-	-	8,475	8,475
	203,554	207,982	114,140	91,904
Non-controlling interests	657	768	-	-
Total equity	204,211	208,750	114,140	91,904
Total equity and liabilities	297,032	319,693	279,381	281,716

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

	Note	GROUP		COMPANY	
		As at 30 June 2015 S\$'000	As at 31 December 2014 S\$'000	As at 30 June 2015 S\$'000	As at 31 December 2014 S\$'000
Repayable within one year (unsecured)		4,356	9,268	1,000	4,000
Repayable within one year (secured)	(i)	96	123	-	-
Repayable after one year (secured)	(i)	374	415	-	-
		4,826	9,806	1,000	4,000

Note (i)

As at 30 June 2015, the finance lease liability repayable within one year and after one year of \$96,000 (31 December 2014: \$123,000) and \$374,000 (31 December 2014: \$415,000) respectively was secured by the related leased assets.

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

Consolidated Statement of Cash Flows

	GROUP			
	2nd Quarter Ended 30 June		Period Ended 30 June	
	2015 S\$'000	2014 S\$'000	2015 S\$'000	2014 S\$'000
Cash flows from operating activities				
Profit before taxation	2,349	2,452	2,534	2,168
Adjustments for:				
Dividend income	-	-	(212)	-
Interest income	(12)	-	(21)	(7)
Interest expense	101	98	192	190
Share of results of a joint venture company	(236)	(183)	(437)	(244)
(Write-back)/allowances of impairment on trade debtors	(34)	127	(132)	109
Stocks written down	886	590	1,380	1,171
Amortisation of intangible assets	700	700	1,400	1,400
Depreciation of property, plant and equipment	3,537	3,234	7,159	6,359
Fair value changes of financial instruments:				
- Loss on investment funds at fair value through profit or loss	424	164	407	176
Property, plant and equipment written off	866	24	911	76
Net loss/(gain) on disposal of property, plant and equipment	19	(32)	3	(53)
Gain on disposal of interests in subsidiary companies	-	(1,734)	-	(1,734)
Translation differences	(1,181)	809	(1,998)	774
Operating cash flows before working capital changes	7,419	6,249	11,186	10,385
<u>Increase in assets:</u>				
Stocks	(1,347)	(4,111)	(1,709)	(7,935)
Trade and other debtors	(4,914)	(5,489)	(5,931)	(7,542)
<u>(Decrease)/increase in liabilities:</u>				
Trade and other creditors	(6,078)	4,101	(13,568)	359
Net cash (used in)/generated from operations	(4,920)	750	(10,022)	(4,733)
Tax paid	(867)	(1,069)	(1,438)	(698)
Interest paid	(101)	(98)	(192)	(190)
Interest received	12	-	20	7
Net cash flows used in operating activities	(5,876)	(417)	(11,632)	(5,614)

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Consolidated Statement of Cash Flows (continued)

	GROUP			
	2nd Quarter Ended 30 June		Period Ended 30 June	
	2015 S\$'000	2014 S\$'000	2015 S\$'000	2014 S\$'000
Cash flows from investing activities				
Disposal of interests of subsidiary companies	-	1,255	-	1,255
Dividend income received	-	-	212	-
Proceeds from disposal of property, plant and equipment	29	32	94	55
Proceeds from return of capital from investment funds	79	225	79	225
Purchase of property, plant and equipment	(2,600)	(5,018)	(3,793)	(7,613)
Net cash flows used in investing activities	(2,492)	(3,506)	(3,408)	(6,078)
Cash flows from financing activities				
Acquisition of non-controlling interests	-	(23)	(2)	(81)
Repayment of obligations under finance leases	(32)	(33)	(66)	(63)
Repayment of bank borrowings	(7,738)	(6,700)	(13,408)	(12,982)
Proceeds from bank borrowings	5,593	5,481	8,801	12,028
Dividends paid to minority shareholders of a subsidiary company	(109)	-	(109)	-
Decrease in fixed deposits pledged with the banks	717	-	717	-
Dividend on ordinary shares	(2,513)	(2,513)	(2,513)	(2,513)
Net cash flows used in financing activities	(4,082)	(3,788)	(6,580)	(3,611)
Net decrease in cash and cash equivalents	(12,450)	(7,711)	(21,620)	(15,303)
Cash and cash equivalents at beginning of period	37,774	48,377	46,326	55,867
Effect of exchange rate changes on cash and cash equivalent held in foreign currencies	(586)	(276)	(180)	(174)
Cash and cash equivalents at end of financial period (Note 1)	24,738	40,390	24,526	40,390

Note 1

Analysis of balances of cash and cash equivalents as shown on the balance sheets:

	GROUP	
	Period Ended 30 June	
	2015 S\$'000	2014 S\$'000
Fixed deposits (restricted)	3,257	3,809
Fixed deposits (current)	12	4,526
Cash and bank balances	24,514	35,864
	27,783	44,199
Fixed deposits pledged with the bank [Note (a)]	(3,257)	(3,809)
	24,526	40,390

Note (a)

This relates to:

- (i) S\$2.0 million (2014: S\$2.1 million) was pledged to banks as security for banker's guarantees issued in lieu of rental deposits;
- (ii) S\$0.9 million (2014: S\$1.4 million) banker's guarantee for issuance of utility and rental deposits; and
- (iii) S\$0.4 million (2014: S\$0.4 million) was pledged to bank as security for overdraft facility.

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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 period.

Statements of changes in equity

Group

	Attributable to owners of the Company								
	Share capital S\$'000	Retained earnings S\$'000	Other reserves, total S\$'000	Foreign currency translation reserve S\$'000	Discount on acquisition of non- controlling interests S\$'000	Gain on purchase of treasury shares by a subsidiary company S\$'000	Total equity attributable to owners of the Company S\$'000	Non- controlling interests S\$'000	Total equity S\$'000
2015									
Balance at 1 April 2015	64,461	144,504	(2,018)	(8,653)	6,117	518	206,947	799	207,746
Profit/(loss) for the financial period	-	1,208	-	-	-	-	1,208	(34)	1,174
<u>Other comprehensive (expense)/income</u>									
Foreign currency translation	-	-	(2,088)	(2,088)	-	-	(2,088)	1	(2,087)
Other comprehensive (expense)/income for the financial period, net of tax	-	-	(2,088)	(2,088)	-	-	(2,088)	1	(2,087)
Total comprehensive income/(expense) for the financial period	-	1,208	(2,088)	(2,088)	-	-	(880)	(33)	(913)
<u>Contributions by and distributions to owners</u>									
Dividend on ordinary shares	-	(2,513)	-	-	-	-	(2,513)	-	(2,513)
Dividend paid to non-controlling interests of a subsidiary company	-	-	-	-	-	-	-	(109)	(109)
Total contributions by and distributions to owners	-	(2,513)	-	-	-	-	(2,513)	(109)	(2,622)
Total transactions with owners in their capital as owners	-	(2,513)	-	-	-	-	(2,513)	(109)	(2,622)
Balance at 30 June 2015	64,461	143,199	(4,106)	(10,741)	6,117	518	203,554	657	204,211
2014									
Balance at 1 April 2014	64,461	147,848	(690)	(7,306)	6,098	518	211,619	922	212,541
Profit/(loss) for the financial period	-	1,143	-	-	-	-	1,143	(3)	1,140
<u>Other comprehensive income/(expense)</u>									
Foreign currency translation	-	-	1	1	-	-	1	(4)	(3)
Other comprehensive income/(expense) for the financial period, net of tax	-	-	1	1	-	-	1	(4)	(3)
Total comprehensive income/(expense) for the financial period	-	1,143	1	1	-	-	1,144	(7)	1,137
<u>Contributions by and distributions to owners</u>									
Dividend on ordinary shares	-	(2,513)	-	-	-	-	(2,513)	-	(2,513)
Total contributions by and distributions to owners	-	(2,513)	-	-	-	-	(2,513)	-	(2,513)
<u>Changes in ownership interest in subsidiaries</u>									
Acquisition of non-controlling interest	-	-	5	-	5	-	5	(28)	(23)
Total changes in ownership interest in subsidiaries	-	-	5	-	5	-	5	(28)	(23)
Total transactions with owners in their capital as owners	-	(2,513)	5	-	5	-	(2,508)	(28)	(2,536)
Balance at 30 June 2014	64,461	146,478	(684)	(7,305)	6,103	518	210,255	887	211,142

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Statements of changes in equity (continued)

Company

	Attributable to owners of the Company			
	Share capital S\$'000	Retained earnings* S\$'000	Merger reserve S\$'000	Total equity S\$'000
2015				
Balance at 1 April 2015	64,461	43,851	8,475	116,787
Loss for the financial period	-	(134)	-	(134)
Total comprehensive expenses for the financial period	-	(134)	-	(134)
<u>Contributions by and distributions to owners</u>				
Dividend on ordinary shares	-	(2,513)	-	(2,513)
Total contributions by and distributions to owners	-	(2,513)	-	(2,513)
Balance at 30 June 2015	64,461	41,204	8,475	114,140
2014				
Balance at 1 April 2014	64,461	47,840	8,475	120,776
Loss for the financial period	-	(1,574)	-	(1,574)
Total comprehensive expenses for the financial period	-	(1,574)	-	(1,574)
<u>Contributions by and distributions to owners</u>				
Dividend on ordinary shares	-	(2,513)	-	(2,513)
Total contributions by and distributions to owners	-	(2,513)	-	(2,513)
Balance at 30 June 2014	64,461	43,753	8,475	116,689

* Retained earnings included a non-distributable amount of \$32,617,000 (2014: \$32,617,000) which relates to the gain resulting from an internal restructuring of certain subsidiary companies in 1999.

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- 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 of the issuer, if any, against the total number of issued shares held as 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 were no changes in the Company's issued share capital since the end of the previous period reported on.

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

There are no treasury shares issued by the Company. Total number of issued shares as at 30 June 2015 and 31 December 2014 was 125,667,324.

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

Not applicable.

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

The figures in the announcement 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 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 accounting policies and methods of computation adopted in the financial statements for the current reporting period are consistent with those disclosed in the audited financial statements as at 31 December 2014.

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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.

Not applicable.

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			
	2nd Quarter Ended 30 June		Period Ended 30 June	
	2015	2014	2015	2014
	cents	cents	cents	cents
(i) Basic EPS based on the weighted average number of ordinary shares on issue	0.96	0.91	0.36	1.16
(ii) Diluted EPS based on weighted average number of ordinary shares	0.96	0.91	0.36	1.16

Note:

Basic and diluted earnings per share were computed on the basis of the weighted average number of ordinary shares issued, which was 125,667,324 (31 December 2014: 125,667,324) during the financial period. There were no outstanding share options during the current reporting period.

7. Net asset value (for the issuer and group) per ordinary share based on the total number of 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	
	As at 30 June	As at 31 December	As at 30 June	As at 31 December
	2015	2014	2015	2014
	\$	\$	\$	\$
Net asset value per ordinary share	1.62	1.66	0.91	0.73

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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 Income Statement

Revenue

The breakdown of revenue by business segments is shown in the table below.

		Revenue							
Note		2nd Quarter Ended 30 June				Financial Year Ended 30 June			
		2015	2014	Variance		2015	2014	Variance	
		\$'000	\$'000	\$'000	%	\$'000	\$'000	\$'000	%
<u>Food Group</u>									
Wholesale & distribution	(i)	64,796	62,108	2,688	4.3	124,530	118,096	6,434	5.4
Manufacturing	(ii)	12,733	11,662	1,071	9.2	25,102	22,879	2,223	9.7
<u>Food Retail Group</u>									
Edmonton Group	(iii)	20,148	18,477	1,671	9.0	39,287	36,370	2,917	8.0
Food Junction Group	(iv)	14,983	15,569	(586)	(3.8)	30,908	30,450	458	1.5
Other investments		211	34	177	>100	214	38	176	>100
		112,871	107,850	5,021	4.7	220,041	207,833	12,208	5.9

In Q2 2015, the Group achieved total revenue of S\$112.9 million, an improvement of S\$5.0 million compared to last year. The analysis on the sales performance by business segments is as follows:

- (i) Higher revenue from wholesale & distribution segment was mainly contributed by increased sales from Malaysia's distribution business, benefiting from higher Ramadan sales, sales from new agencies and products under the house brand banner;
- (ii) Manufacturing segment recorded higher revenue in Q2 2015 was attributed to better sales performance from Sunshine Bakeries. The growth was contributed by new products launched during the quarter;
- (iii) Higher revenue from Edmonton Group was mainly due to improved performance by Delifrance Hong Kong and Singapore. This increase was partly offset by lower revenue from Delifrance Malaysia due to the closure of under-performing outlets; and

Offset by:

- (iv) Lower revenue from Food Junction Group segment was mainly due to closure of under-performing restaurants. This was partially offset by improved performance from Food Courts and Self-operated stalls.

Review of Income Statement (cont'd)Gross profit

In line with the higher revenue, the Group also achieved a higher gross profit of \$49.6 million in Q2 2015, which represents an improvement of S\$4.0 million as compared to Q2 2014. The strong gross profit improvement can be mainly attributed to better costs management. In percentage terms, GP margin for Q2 2015 improved by almost 2% point to 44.0%.

Profit before taxation

The Group reported a profit before taxation of S\$2.3 million in Q2 2015 as compared to a profit before taxation of S\$2.4 million in the same period last year. The decrease of S\$0.1 million was attributed mainly to:

- (i) Wholesale and distribution segment's operating profit for Q2 2015 was S\$1.7 million higher than the operating profit reported in Q2 2014 and this was attributed to stronger performances in Malaysia. The operations in Malaysia reported favourable variance in operating profit due largely to higher sales, partially offset by higher foreign exchange loss resulting from weakening of Ringgit Malaysia against US Dollar. The weakening of Ringgit Malaysia has also negatively impacted the group's consolidated profits arising from the translation of the Malaysia subsidiaries' financial statements from their functional currency to Singapore dollars;
- (ii) Manufacturing segment continued to deliver steady growth in operating profit from S\$2.0 million in Q2 2014 to S\$2.4 million in Q2 2015. Strong sales and introduction of new products contributed to the growth.

Offset by:

- (iii) Edmontor Group reported an operating loss of S\$1.5 million in Q2 2015, S\$0.1 million higher than the corresponding period last year. This was mainly due to higher operating costs from Delifrance Singapore and costs associated with business rationalisation from Delifrance Malaysia and Shanghai, partially offset by Delifrance Hong Kong's lower operating loss contributed mainly by higher sales;
- (iv) Food Junction Group's operating losses in Q2 2015 was S\$1.6 million. The losses were incurred mainly by its non-performing restaurants. The Group has undergone rationalisation and closed down 7 restaurants in Singapore, China and Indonesia. However, Food Junction's food courts business continues to be profitable, recording operating profits of S\$1.6 million in Q2 2015; and
- (v) Other investments segments' operating expenses increased by S\$0.8 million as compared with the corresponding period, which was due to the absence of gain on disposal of Auric Pacific Dairy Group of S\$1.7 million and fair value loss on investment funds of S\$0.3 million. However, head office expenses reduced significantly by S\$1.2 million due to effective cost containment measures.

AURIC PACIFIC GROUP LIMITED

(Company Registration No. 198802981D)

FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2015

Review of Financial Position

As at 30 June 2015, the Group's total equity stood at S\$204.2 million. This was S\$4.5 million lower than the position as at 31 December 2014. The decrease was contributed largely by the dividend payment of S\$2.5 million and foreign currency translation loss of S\$2.4 million, partially offset by the year-to-date June 2015 profit generated of S\$0.4 million.

There are no other significant changes to the Statement of Financial Position except for the following:

- (i) Lower property, plant and equipment due primarily due to depreciation, disposal and write-off of assets;
- (ii) Higher trade debtors attributed to the increase in sales during Ramadan period;
- (iii) Lower trade creditors mainly due to lower purchases and settlement of suppliers' invoices upon due dates;
- (iv) Lower other creditors and accruals due mainly to payment made for food courts' renovation and capital expenditure; and
- (v) Lower loans and borrowings due mainly to loan repayment during the financial period.

Cash Flow Review

The Group's cash and cash equivalents decreased by S\$21.8 million from S\$46.3 million as at 31 December 2014 to S\$24.5 million as at 30 June 2015. The net cash decrease was mainly due to cash used in paring down of revolving credit, dividend payment, higher capital expenditure and working capital needs.

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

No forecast was previously disclosed on the Group's results for Q2 2015.

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 Group expects the operating environment in the food retail and distribution sectors to remain challenging. The implementation of Goods and Services Tax and the weakening of Ringgit have also negatively impacted consumer purchasing behavior in Malaysia.

The Group is therefore moving forward cautiously through further consolidation, streamlining of its operations and continuing to improve its profitability through more active marketing efforts and promotions, expanding sales channels and product offerings as well as controlling operating costs. The Group will continue to rationalise and consolidate its Food Retail business in certain markets by closing down loss making outlets. The Group will also continue to grow its marketing & distribution and manufacturing segments.

AURIC PACIFIC GROUP LIMITED

(Company Registration No. 198802981D)

FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2015

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

None

(b) Corresponding Period of the Immediately Preceding Financial Year

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

None

(c) Date payable

None

(d) Books closure date

Not applicable.

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.

Name of interested person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than S\$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 S\$100,000)
OUE Limited	S\$113,067	S\$113,067

BY ORDER OF THE BOARD

Tan T'eng Ta' Benedict
Company Secretary
11 August 2015

AURIC PACIFIC GROUP LIMITED

(Company Registration No. 198802981D)

FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2015

CONFIRMATION BY THE BOARD OF DIRECTORS PURSUANT TO RULE 705(5) OF THE SGX-ST LISTING MANUAL

Second Quarter Financial Statement Announcement for the Period Ended 30 June 2015

We, Albert Saychuan Cheok and Andy Adhiwana, being two of the directors of Auric Pacific Group Limited (the "Company"), do hereby confirm on behalf of the directors of the Company that, to the best of our knowledge, nothing has come to the attention of the board of directors of the Company which may render the financial results of the Company and the Group for the second quarter period ended 30 June 2015 to be false or misleading in any material aspect.

On behalf of the board of directors,

Mr. Albert Saychuan Cheok
Non-Executive Chairman

Dr. Andy Adhiwana
Executive Director

Singapore
11 August 2015