



MANHATTAN RESOURCES LIMITED

Company Registration No : 199006289K

Unaudited Financial Statement Announcement for the Third Quarter and Nine Months ended 30 September 2016

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.

Unaudited Consolidated Income Statement for the Third Quarter ("3Q 2016") and Nine Months ("9M 2016") ended 30 September 2016

	Group S\$'000			% Change	Group S\$'000			% Change
	3Q 2016	3Q 2015		+/(-)	9M 2016	9M 2015		+/(-)
Revenue*	5,636	709		695	8,602	7,230		19
Other income *	283	203		39	806	878		(8)
Employee benefits expenses ⁽¹⁾	(1,250)	(1,405)		(11)	(3,471)	(4,295)		(19)
Depreciation and amortisation	(1,614)	(1,383)		17	(3,719)	(4,111)		(10)
Other expenses *	(3,117)	934		n.m.	(7,861)	(5,938)		32
Finance costs ⁽²⁾	(1,000)	-		n.m.	(1,000)	-		n.m.
Share of results of associate, net of tax	(8)	(19)		(58)	(48)	(79)		(39)
Share of results of joint venture company, net of tax	(2)	(72)		(97)	56	(107)		n.m.
Loss before tax	(1,072)	(1,033)		4	(6,635)	(6,422)		3
Income tax expense	(402)	(12)		3,250	(440)	(42)		948
Loss for the period	(1,474)	(1,045)		41	(7,075)	(6,464)		9
(Loss)/profit attributable to:								
Owners of the Company	(1,661)	(1,655)		-	(7,553)	(6,908)		9
Non-controlling interests	187	610		(69)	478	444		8
	(1,474)	(1,045)		41	(7,075)	(6,464)		9

Unaudited Consolidated Statement of Comprehensive Income for 3Q 2016 and 9M 2016

	Group S\$'000			% Change	Group S\$'000			% Change
	3Q 2016	3Q 2015		+/(-)	9M 2016	9M 2015		+/(-)
Loss for the period	(1,474)	(1,045)		41	(7,075)	(6,464)		9
Other comprehensive income:								
Item that may be reclassified subsequently to profit or loss:								
Foreign currency translation	1,489	5,227		(72)	(5,936)	7,737		n.m.
Other comprehensive income for the period, net of tax	1,489	5,227		(72)	(5,936)	7,737		n.m.
Total comprehensive income for the period	15	4,182		(100)	(13,011)	1,273		n.m.
Total comprehensive income attributable to:								
Owners of the Company	(582)	2,044		n.m.	(10,771)	(1,538)		600
Non-controlling interests	597	2,138		(72)	(2,240)	2,811		n.m.
	15	4,182		(100)	(13,011)	1,273		n.m.

Notes:

n.m. - not meaningful, * - Refer to item 1(a)(ii) for details.

(1) There was a decrease in headcount in 3Q and 9M 2016 as compared to 3Q and 9M 2015.

(2) Finance costs pertain to the interest expenses incurred on the bank loans.

1(a)(ii). The following items (with appropriate breakdowns and explanations), if significant, must either be included in the income statement or in the notes to the income statement for the current financial period reported on and the corresponding period of the immediately preceding financial year.

	Group S\$'000			% Change		Group S\$'000			% Change
	3Q 2016	3Q 2015		+/(-)		9M 2016	9M 2015		+/(-)
Revenue									
Coal transportation income ⁽¹⁾	1,726	709		143		4,692	7,230		(35)
Sale of electricity ⁽²⁾	3,910	-		n.m.		3,910	-		n.m.
	<u>5,636</u>	<u>709</u>		695		<u>8,602</u>	<u>7,230</u>		19
Other income									
Interest income ⁽³⁾	81	196		(59)		265	705		(62)
Write back of allowance for impairment of other receivables ⁽⁴⁾	(2)	-		n.m.		310	-		n.m.
Miscellaneous income	204	7		2,814		231	173		34
	<u>283</u>	<u>203</u>		39		<u>806</u>	<u>878</u>		(8)
	Group S\$'000			% Change		Group S\$'000			% Change
	3Q 2016	3Q 2015		+/(-)		9M 2016	9M 2015		+/(-)
Other expenses include the following:									
Vessels expenses (excluding payroll and depreciation):									
Certificate, license and other compliance expenses ⁽⁵⁾	(90)	(140)		(36)		(434)	(582)		(25)
Fuel expense ⁽⁶⁾	(736)	(570)		29		(1,950)	(3,279)		(41)
Agent fees and port handling charges ⁽⁷⁾	(321)	(152)		111		(761)	(725)		5
Upkeep and maintenance of vessels ⁽⁸⁾	(162)	(72)		125		(504)	(1,053)		(52)
Other vessels expenses	(309)	(316)		(2)		(1,253)	(1,243)		1
	<u>(1,618)</u>	<u>(1,250)</u>		29		<u>(4,902)</u>	<u>(6,882)</u>		(29)
Power plant expenses (excluding payroll and depreciation):									
Coal ⁽²⁾⁽⁹⁾	(142)	-		n.m.		(142)	-		n.m.
Operations and maintenance ⁽²⁾	(644)	-		n.m.		(644)	-		n.m.
Upkeep ⁽²⁾	(76)	-		n.m.		(76)	-		n.m.
Chartering expenses ⁽²⁾	(44)	-		n.m.		(44)	-		n.m.
Others ⁽²⁾	(216)	-		n.m.		(216)	-		n.m.
	<u>(1,122)</u>	<u>-</u>		n.m.		<u>(1,122)</u>	<u>-</u>		n.m.
Legal and professional fees ⁽¹⁰⁾	(228)	(163)		40		(1,490)	(976)		53
Office and other rental expenses ⁽¹¹⁾	(114)	(134)		(15)		(376)	(384)		(2)
Impairment loss on receivables ⁽¹²⁾	-	-		n.m.		(149)	-		n.m.
Foreign exchange gain/(loss) ⁽¹³⁾	121	2,660		(95)		775	3,024		(74)

Notes:

- (1) The increase in coal transportation income in 3Q 2016 was mainly due to greater coal carrying activities in 3Q 2016 as compared to 3Q 2015. The overall decrease in 9M 2016 as compared to 9M 2015 was mainly due to the increase in transshipments (lower charter rates) in 9M 2016.
- (2) The results of PT Kariangau Power ("PT KP") were consolidated from 3Q 2016 for the first time following the completion of the acquisition on 29 June 2016.
- (3) The decrease in interest income in 3Q and 9M 2016 was mainly due to lower fixed deposit interest rates and lesser fixed deposits placement.
- (4) There was a writeback of allowance for impairment of receivables subsequent to receipt from a debtor in 2Q 2016.
- (5) The decrease in 3Q 2016 was due to the higher license and compliance expenses on a certain route in 3Q 2015 as compared to 3Q 2016. The overall decrease in 9M 2016 was mainly due to the decrease in coal carrying activities in 9M 2016 as compared to 9M 2015.
- (6) The movement in fuel expense in 3Q 2016 and 9M 2016 were in line with the movement in coal transportation income.
- (7) The increase in 3Q 2016 was mainly due to the higher coal carrying activities in 3Q 2016. The agent fees and port handling charges remains relatively constant for 9M 2016 despite the overall decrease in coal carrying activities due to the increase in transshipment trips in 9M 2016 which were not subject to these charges.
- (8) There were more vessels undergoing repair in 3Q 2016 as compared to 3Q 2015. Overall, there was a decrease in vessels undergoing repair in 9M 2016 as compared to 9M 2015.
- (9) The coal expense includes a refund from the supplier due to off-specification coal supply.
- (10) The increase was mainly due to the corporate exercises and acquisition of new businesses in 3Q and 9M 2016.
- (11) The decrease in 3Q 2016 was due to a decrease in rental rate following renewal of the rental agreement.
- (12) There was an impairment of trade receivables due to doubtful debts in 2Q 2016.
- (13) The foreign exchange gain 3Q and 9M 2016 was mainly due to the movement of United States Dollar ("USD") against Singapore Dollar ("SGD"), Renminbi ("RMB") and Indonesian Rupiah ("IDR").

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

Unaudited Balance Sheets as at 30 September 2016

	Group S\$'000		Company S\$'000	
	30 Sep 2016	31 Dec 2015	30 Sep 2016	31 Dec 2015
Non-current assets				
Property, plant and equipment	66,455	14,946	307	400
Property under development	39,548	41,920	-	-
Other receivables	8,545	11,041	-	-
Deferred tax assets	7,648	-	-	-
Deferred charges	1,671	-	-	-
Goodwill ⁽²⁾	30,090	-	-	-
Interests in subsidiaries ⁽³⁾	-	-	76,489	101,909
Investment in associate ⁽⁴⁾	25,311	42,267	25,420	-
Interests in joint venture company	1,905	1,919	-	-
	181,173	112,093	102,216	102,309
Current assets				
Inventories	540	-	-	-
Trade and other receivables	5,899	7,013	115	110
Prepayments	1,235	426	28	9
Due from subsidiaries (trade)	-	-	-	-
Due from subsidiaries (non-trade)	-	-	38,593	271
Cash and bank deposits	60,796	86,077	4,011	19,552
	68,470	93,516	42,747	19,942
Current liabilities				
Trade and other payables	(60,592)	(28,539)	(551)	(609)
Loans and borrowings (short-term)	(12,350)	-	(9,450)	-
Due to subsidiary (non-trade)	-	-	(19,518)	(2,346)
Advance from joint venture company	(750)	(750)	(750)	(750)
Income tax payable	(112)	(95)	-	-
	(73,804)	(29,384)	(30,269)	(3,705)
Net current (liabilities)/assets	(5,334)	64,132	12,478	16,237
Non-current liabilities				
Deferred tax liabilities	(14)	(14)	(14)	(14)
Loans and borrowings (long-term)	(27,981)	-	-	-
	(27,995)	(14)	(14)	(14)
Net assets	147,844	176,211	114,680	118,532
Equity				
Share capital	189,004	189,004	189,004	189,004
Accumulated losses	(89,747)	(82,194)	(74,398)	(70,546)
Capital reserve	14	14	-	-
Other reserve	(320)	(320)	-	-
Foreign currency translation reserve	(2,092)	1,121	-	-
Acquisition revaluation reserve	5,392	5,392	-	-
Employee share option reserve	74	74	74	74
Equity attributable to owners of the Company	102,325	113,091	114,680	118,532
Non-controlling interests	45,519	63,120	-	-
Total equity	147,844	176,211	114,680	118,532

(1) Assets and liabilities of PT KP were consolidated from 2Q 2016 for the first time.

(2) Goodwill arose from the acquisition of PT KP subsequent to the completion of the acquisition on 29 June 2016. The fair values of the net identifiable assets of PT KP at acquisition date have been determined on a provisional basis pending the completion of the purchase price allocation exercise.

(3) The Group ceased consolidation of Starsmind following the completion of the share swap in 2Q 2016 between the Company and Xu Yuan Xing ("Vendor") in respect of 2,500 ordinary shares of Giantminer Pte. Ltd. ("Giantminer"), representing 25% of the issued share capital of Giantminer held by the Vendor and 375,000 ordinary shares of Starsmind, representing 60% of the issued share capital of Starsmind held by the Company ("Share Swap").

(4) This refers to investment in Giantminer. The cost of investment was accounted for based on the carrying value of the equity interest of Starsmind attributable to the Company as of the date of completion of the Share Swap.

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

Amount repayable in one year or less, or on demand:

30 September 2016	
Unsecured	Secured
-	12,350

31 December 2015	
Unsecured	Secured
-	-

Amount repayable after one year:

30 September 2016	
Unsecured	Secured
-	27,981

31 December 2015	
Unsecured	Secured
-	-

The borrowings were secured by (i) the land mortgage along with the buildings, machineries and other things on such land; (ii) fiduciary security over receivables arising out of operational transaction, claims of performance guarantee from certain suppliers and insurance claims; (iii) security over certain receivables and bank accounts.

- 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	
	S\$'000	S\$'000
	9M 2016	9M 2015
Cash flows from operating activities		
Loss before tax	(6,635)	(6,422)
Adjustments:		
Depreciation of property, plant and equipment	3,702	4,111
Amortisation of road haul costs	17	-
Impairment loss on receivables	149	-
Unrealised foreign exchange differences	(7,739)	7,674
Finance costs	1,000	-
Interest income	(265)	(705)
Share of results of associate	48	79
Share of results of joint venture company	(56)	107
Operating cash flows before working capital changes	(9,779)	4,844
Increase in inventory	(299)	-
Decrease in trade and other receivables	4,264	9,362
Increase in prepayments	(328)	(218)
Increase in trade and other payables	612	597
Cash flows (used in)/from operations	(5,530)	14,585
Interest received	232	423
Finance costs paid	(967)	-
Net cash flow (used in)/from operating activities	(6,265)	15,008
Cash flows (used in)/from investing activities		
Purchase of property, plant and equipment	(110)	(181)
Additions to property under development	(131)	(1,370)
Net cash outflow on acquisition of a subsidiary	(30,979)	-
(Increase)/decrease in fixed deposits	(6,316)	21,939
Net cash flows (used in)/from investing activities	(37,536)	20,388
Cash flows from financing activity		
Proceeds from loans and borrowings	9,450	-
Repayment of bank loans	(414)	-
Net cash flows from financing activity	9,036	-
Net (decrease)/increase in cash and cash equivalents	(34,765)	35,396
Effect of exchange rate changes on cash and cash equivalents	3,168	(5,204)
Cash and cash equivalents at beginning of the period	82,168	53,053
Cash and cash equivalents at end of the period ⁽¹⁾	50,571	83,245

Note:

- (1) For the purpose of the consolidated cash flow statement, cash and cash equivalents comprise cash at bank and on hand and short term deposits.

	S\$'000	S\$'000
	9M 2016	9M 2015
Cash and cash equivalents	50,571	83,245
Fixed deposits	10,225	6,202
Cash and bank deposits	60,796	89,447

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.

	Total attributable to owners of the Company							Non-controlling interests	Total Equity	
(in S\$'000s)	Share capital	Accumulated (losses)/ profits	Capital reserve	Other reserve	Foreign currency translation reserve	Acquisition revaluation reserve	Employee share option reserve	Total		
<u>GROUP - 3Q 2015 and 2016</u>										
At 1 July 2015	189,004	(63,094)	14	(320)	(444)	5,392	74	130,626	62,430	193,056
Loss for the period, net of tax	-	(1,655)	-	-	-	-	-	(1,655)	610	(1,045)
Other comprehensive income										
Foreign currency translation	-	-	-	-	3,699	-	-	3,699	1,528	5,227
Other comprehensive income for the period, net of tax	-	-	-	-	3,699	-	-	3,699	1,528	5,227
Total comprehensive income for the period	-	(1,655)	-	-	3,699	-	-	2,044	2,138	4,182
At 30 September 2015	189,004	(64,749)	14	(320)	3,255	5,392	74	132,670	64,568	197,238
At 1 July 2016	189,004	(88,086)	14	(320)	(3,171)	5,392	74	102,907	44,922	147,829
Loss for the period, net of tax	-	(1,661)	-	-	-	-	-	(1,661)	187	(1,474)
Other comprehensive income										
Foreign currency translation	-	-	-	-	1,079	-	-	1,079	410	1,489
Other comprehensive income for the period, net of tax	-	-	-	-	1,079	-	-	1,079	410	1,489
Total comprehensive income for the period	-	(1,661)	-	-	1,079	-	-	(582)	597	15
At 30 September 2016	189,004	(89,747)	14	(320)	(2,092)	5,392	74	102,325	45,519	147,844

Total attributable to owners of the Company								Non-controlling interests	Total Equity
Share capital	Accumulated (losses)/ profits	Capital reserve	Other reserve	Foreign currency translation reserve	Acquisition revaluation reserve	Employee share option reserve	Total		
189,004	(57,841)	14	(320)	(2,115)	5,392	74	134,208	61,757	195,965
-	(6,908)	-	-	-	-	-	(6,908)	444	(6,464)
-	-	-	-	5,370	-	-	5,370	2,367	7,737
-	-	-	-	5,370	-	-	5,370	2,367	7,737
-	(6,908)	-	-	5,370	-	-	(1,538)	2,811	1,273
189,004	(64,749)	14	(320)	3,255	5,392	74	132,670	64,568	197,238
189,004	(82,194)	14	(320)	1,121	5,392	74	113,091	63,120	176,211
-	(7,553)	-	-	-	-	-	(7,553)	478	(7,075)
-	-	-	-	(3,218)	-	-	(3,218)	(2,718)	(5,936)
-	-	-	-	(3,218)	-	-	(3,218)	(2,718)	(5,936)
-	(7,553)	-	-	(3,218)	-	-	(10,771)	(2,240)	(13,011)
-	-	-	-	5	-	-	5	(16,895)	(16,890)
-	-	-	-	-	-	-	-	1,534	1,534
-	-	-	-	5	-	-	5	(15,361)	(15,356)
-	-	-	-	5	-	-	5	(15,361)	(15,356)
189,004	(89,747)	14	(320)	(2,092)	5,392	74	102,325	45,519	147,844

(in S\$'000s)

GROUP - 9M 2015 and 2016

At 1 January 2015

Loss for the period, net of tax
Other comprehensive income

Foreign currency translation

Other comprehensive income for the period, net of tax

Total comprehensive income for the period

At 30 September 2015

At 1 January 2016

(Loss)/profit for the period, net of tax
Other comprehensive income

Foreign currency translation

Other comprehensive income for the period, net of tax

Total comprehensive income for the period

Changes in ownership interests in subsidiaries

Disposal of subsidiary

Acquisition of subsidiary

Total changes in ownership interests in subsidiaries

Total transactions with owners in their capacity as owners

At 30 September 2016

- 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.

(in S\$'000)	Total attributable to owners of the Company			
	Share capital	Accumulated losses	Employee share option reserve	Total
Company - 3Q 2015 and 2016				
At 1 July 2015	189,004	(65,895)	74	123,183
Loss for the period	-	(20)	-	(20)
At 30 September 2015	189,004	(65,915)	74	123,163
At 1 July 2016	189,004	(73,443)	74	115,635
Loss for the period	-	(955)	-	(955)
At 30 September 2016	189,004	(74,398)	74	114,680
Company - 9M 2015 and 2016				
At 1 January 2015	189,004	(63,742)	74	125,336
Loss for the period, net of tax	-	(2,173)	-	(2,173)
At 30 September 2015	189,004	(65,915)	74	123,163
At 1 January 2016	189,004	(70,546)	74	118,532
Loss for the period, net of tax	-	(3,852)	-	(3,852)
At 30 September 2016	189,004	(74,398)	74	114,680

- 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.

	No. of outstanding options	No. of outstanding warrants	No. of unissued shares	No. of shares issued
As at 31 December 2014, 1 January 2015, 31 March 2015, 30 June 2015 and 30 September 2015	275,000	-	275,000	568,490,975
As at 31 December 2015, 1 January 2016, 31 March 2016, 30 June 2016 and 30 September 2016	275,000	-	275,000	568,490,975

Each option entitles the option holder to subscribe for one new ordinary share in the Company at the exercise price of S\$0.48 per share. The options' expiry date is 23 February 2019.

- 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.

	30 Sep 2016	31 Dec 2015
Total number of ordinary shares issued	568,490,975	568,490,975

- 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.

Not applicable.

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 external 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.

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

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 and the Company have adopted the following new and revised Singapore Financial Reporting Standards ("FRSs") that are mandatory for the financial periods beginning on 1 January 2016:

<i>Description</i>	<i>Effective for annual periods beginning on or after</i>
Amendments to FRS 27 <i>Equity Method in Separate Financial Statements</i>	1 January 2016
Amendments to FRS 16 and FRS 38 <i>Classification of Acceptable Methods of Depreciation and Amortisation</i>	1 January 2016
Amendments to FRS 111 <i>Accounting for Acquisitions of Interests in Joint Operations</i>	1 January 2016
Amendments to FRS 1 <i>Disclosure Initiative</i>	1 January 2016
Amendments to FRS 110, FRS 112 and FRS 28 <i>Investment Entities: Applying the Consolidation Exception</i>	1 January 2016
Improvements to FRSs (November 2014)	
(a) Amendments to FRS 105 <i>Non-current Assets Held for Sale and Discontinued Operations - Changes in methods of disposal</i>	1 January 2016
(b) Amendments to FRS 107 <i>Financial Instruments: Disclosures</i>	1 January 2016
(c) Amendments to FRS 19 <i>Employee Benefits</i>	1 January 2016

The adoption of the revised FRSs does not have any significant impact on the financial statements of the Group and Company.

6. Earnings/(Loss) 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: (a) Based on the weighted average number of ordinary shares on issue; and (b) On a fully diluted basis (detailing any adjustments made to the earnings).

		Group			
		3Q 2016	3Q 2015	9M 2016	9M 2015
<i>Earnings/(Loss) per share</i>					
i) Based on the weighted average number of ordinary shares on issue	Cents	(0.29)	(0.29)	(1.33)	(1.22)
ii) On a fully diluted basis	Cents	(0.29)	(0.29)	(1.33)	(1.22)

Note to item 6 (i)

The basic loss per ordinary share ("EPS") of the Group is computed based on net loss attributable to owners of the Company for 9M 2016 amounting to S\$7,553,000 (9M 2015: S\$6,908,000) and weighted average number of 568,490,975 ordinary shares in issue during 9M 2016 (9M 2015: 568,490,975).

The EPS of the Group is computed based on net loss attributable to owners of the Company for 3Q 2016 amounting to S\$1,661,000 (3Q 2015: S\$1,655,000) and weighted average number of 568,490,975 ordinary shares in issue during 3Q 2016 (3Q 2015: 568,490,975).

Note to item 6 (ii)

The EPS of the Group, on a fully diluted basis, is computed based on net loss attributable to owners of the Company for 9M 2016 amounting to \$7,553,000 (9M 2015: S\$6,908,000) and weighted average number of 568,490,975 ordinary shares in issue during 9M 2016 (9M 2015: 568,490,975).

The EPS of the Group, on a fully diluted basis, is computed based on net loss attributable to owners of the Company for 3Q 2016 amounting to \$1,661,000 (3Q 2015: S\$1,655,000) and weighted average number of 568,490,975 ordinary shares in issue during 3Q 2016 (3Q 2015: 568,490,975).

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	
	30 Sep 2016	31 Dec 2015	30 Sep 2016	31 Dec 2015
Net asset value per ordinary share (cents)	18.00	19.89	20.17	20.85

Note:

Net asset value per ordinary share of the Group and of the Company are computed based on 568,490,975 ordinary shares (31 December 2015: 568,490,975) in issue at the respective balance sheet dates.

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.

Turnover, costs and net loss

The Group recorded a higher turnover in 3Q and 9M 2016 of S\$5.6m and S\$8.6m as compared to S\$0.7m and S\$7.2m in 3Q and 9M 2015 respectively, mainly due to sales of electricity as the Group consolidated the results of PT KP for the first time following the completion of the acquisition on 29 June 2016. 3Q 2016 also saw an increase in coal carrying activities but overall coal transportation income fell in 9M 2016 as the proportion of transshipments (lower charter rates) in 9M 2016 is higher as compared to 9M 2015.

The shipping segment incurred a lower loss of S\$1.4m and S\$4.6m in 3Q and 9M 2016, as compared to S\$2.2m and S\$5.0m in 3Q and 9M 2015 respectively, mainly attributable to the reduction in fuel and upkeep expenses in 9M 2016. There was also a decrease in vessel depreciation in 2016 following the impairment of vessels in 4Q 2015. The power plant segment contributed a gain of S\$1.0m in 3Q and 9M 2016.

The Group recorded a net loss attributable to owners of the Company of S\$1.7m and S\$7.6m for 3Q and 9M 2016 as compared to S\$1.7m and S\$6.9m for 3Q and 9M 2015 respectively. The increase in losses in 9M 2016 was also contributed by impairment loss on trade receivables, the increase in legal and professional fees due to corporate exercises and acquisition of new businesses during the period and lower foreign exchange gain. This was compensated by the writeback of allowance for impairment of other receivables.

Cash flow, working capital, assets and liabilities

The Group's cash and bank deposits remain healthy at S\$60.8m, as at 30 September 2016 as compared to S\$86.1m as at 31 December 2015. The cash outflow in 9M 2016 was mainly due to changes in working capital, the US\$31.0m partial payment for the acquisition of PT KP and the repayment of principal and interest expenses on bank loans, accompanied by cash inflow from the bank loan proceeds.

Assets and liabilities of PT KP were consolidated from 2Q 2016 for the first time subsequent to the completion of acquisition on 29 June 2016, causing the increase mainly in property, plant and equipment, deferred tax assets, trade and other receivables, trade and other payables and loans and borrowings and the resulting net current liabilities position in 9M 2016. Goodwill arising from the acquisition of PT KP on 29 June 2016 has been determined on a provisional basis. Property under development relates to the property development in Ningbo China. The decrease was due to the translation loss arising from the foreign exchange movement of RMB against S\$ in 9M 2016. Trade and other receivables decrease following receipts from debtors. Trade and other payables include the remaining purchase consideration payable for the acquisition of PT KP.

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

Not applicable.

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 global economy remains uncertain. To consolidate its business, the Group had on 11 October 2016, announced the proposed disposal of 22 sets of vessels from its loss-making shipping business. The Group will continue to conserve and direct its resources towards existing/new businesses, including but not limited to tapping on the opportunities from a rising demand for electricity in Indonesia.

11. If a decision regarding dividend has been made: -

- a Whether an interim (final) ordinary dividend has been declared (recommended); and

No.

- b (i) Amount per share (cents)

Not applicable.

- (ii) Previous corresponding period (cents)

Not applicable.

- c Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).

Not applicable.

- d The date the dividend is payable.

Not applicable.

- e The date on which Registrable Transfers received by the company (up to 5:00pm) will be registered before entitlements to the dividend are determined.

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 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.

Name of Interested Person	Aggregate value (S\$'000) of all IPTs during the period ended 30 September 2016 (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all IPTs under shareholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)
	S\$'000	S\$'000
KaiYi Investment Pte. Ltd. - Lease of office premises	-	(211)
PT Muji Lines - Coal transportation income and fuel oil costs reimbursement	-	4,433
PT Dermaga Perkasapratama - Sale of electricity	-	824
Bayan International Pte. Ltd. - Purchase of coal	-	(142)

14. Confirmation by the Board pursuant to Rule 720(1) of the listing manual

The Company has procured undertakings from all its directors and executive officers in compliance with Listing Rule 720(1).

15. Confirmation pursuant to Rule 705(5) of the Listing Manual

We, Low Yi Ngo and Elaine Low, being two directors of Manhattan Resources Limited (the "Company"), do hereby confirm on behalf of the directors of the Company that, to the best of their knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the unaudited financial statements for the third quarter and nine months ended 30 September 2016 to be false or misleading in any material aspect.

For and on behalf of the Board of Directors

MANHATTAN RESOURCES LIMITED

Low Yi Ngo
Chief Executive Officer and Managing Director

Elaine Low
Executive Director

BY ORDER OF THE BOARD

Madelyn Kwang Yeit Lam
Secretary

7 November 2016