



# MANHATTAN RESOURCES LIMITED

Company Registration No : 199006289K

## Unaudited Financial Statement Announcement for the Third Quarter and Nine Months ended 30 September 2014

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 2014") and Nine Months ("9M 2014") ended 30 September 2014

	Group S\$'000			Group S\$'000		
	3Q 2014	3Q 2013	% Change +/( -)	9M 2014	9M 2013	% Change +/( -)
Revenue*	3,876	5,207	(26)	13,251	18,800	(30)
Other income *	731	1,409	(48)	2,840	2,443	16
Employee benefits expenses	(1,292)	(1,257)	3	(3,600)	(3,676)	(2)
Depreciation of property, plant and equipment	(1,277)	(1,196)	7	(3,743)	(3,493)	7
Other expenses *	(3,151)	(4,124)	(24)	(12,020)	(13,822)	(13)
Share of results of joint venture company, net of tax	(14)	(46)	(70)	23	(86)	n.m.
<b>(Loss)/profit before tax</b>	<b>(1,127)</b>	<b>(7)</b>	<b>16,000</b>	<b>(3,249)</b>	<b>166</b>	<b>n.m.</b>
Income tax (expense)/credit	(15)	86	n.m.	(65)	14	n.m.
<b>(Loss)/profit for the period</b>	<b>(1,142)</b>	<b>79</b>	<b>n.m.</b>	<b>(3,314)</b>	<b>180</b>	<b>n.m.</b>
<b>(Loss)/profit attributable to:</b>						
Equity holders of the Company	(1,251)	161	n.m.	(3,882)	886	n.m.
Non-controlling interests	109	(82)	n.m.	568	(706)	n.m.
	<b>(1,142)</b>	<b>79</b>	<b>n.m.</b>	<b>(3,314)</b>	<b>180</b>	<b>n.m.</b>

### Unaudited Consolidated Statement of Comprehensive Income for 3Q 2014 and 9M 2014

	Group S\$'000			Group S\$'000		
	3Q 2014	3Q 2013	% Change +/( -)	9M 2014	9M 2013	% Change +/( -)
<b>(Loss)/profit for the period</b>	<b>(1,142)</b>	<b>79</b>	<b>n.m.</b>	<b>(3,314)</b>	<b>180</b>	<b>n.m.</b>
<b>Other comprehensive income:</b>						
<b>Item that may be reclassified subsequently to profit or loss:</b>						
Foreign currency translation	3,248	12,324	(74)	(608)	16,820	n.m.
<b>Other comprehensive income, net of tax</b>	<b>3,248</b>	<b>12,324</b>	<b>(74)</b>	<b>(608)</b>	<b>16,820</b>	<b>n.m.</b>
<b>Total comprehensive income</b>	<b>2,106</b>	<b>12,403</b>	<b>(83)</b>	<b>(3,920)</b>	<b>17,000</b>	<b>n.m.</b>
<b>Total comprehensive income attributable to:</b>						
Equity holders of the Company	767	(263)	n.m.	(4,087)	3,496	n.m.
Non-controlling interests	1,339	12,666	(89)	167	13,504	(99)
	<b>2,106</b>	<b>12,403</b>	<b>(83)</b>	<b>(3,920)</b>	<b>17,000</b>	<b>n.m.</b>

#### Notes:

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

- 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 2014	3Q 2013		+/( -)		9M 2014	9M 2013		+/( -)
<b>Revenue</b>									
Coal transportation income <sup>(1)</sup>	3,873	5,159		(25)		13,190	18,656		(29)
Rental income <sup>(2)</sup>	3	48		(94)		61	144		(58)
	<u>3,876</u>	<u>5,207</u>		(26)		<u>13,251</u>	<u>18,800</u>		(30)
<b>Other income</b>									
Interest income <sup>(3)</sup>	406	183		122		1,125	490		130
Write back of allowance for impairment of trade and other receivables <sup>(4)</sup>	-	301				-	423		n.m.
Write back of allowance for impairment of loan to EcoB <sup>(5)</sup>	-	917		n.m.		557	1,522		(63)
Fair value gain on derivatives <sup>(6)</sup>	(2)	-		n.m.		333	-		n.m.
Net gain on sale of investment properties <sup>(2)</sup>	327	-		n.m.		690	-		n.m.
Miscellaneous income <sup>(7)</sup>	-	8		n.m.		135	8		1,588
	<u>731</u>	<u>1,409</u>		(48)		<u>2,840</u>	<u>2,443</u>		16

	Group S\$'000			% Change		Group S\$'000			% Change
	3Q 2014	3Q 2013		+/( -)		9M 2014	9M 2013		+/( -)
<b>Other expenses include the following:</b>									
Vessels expenses (excluding payroll and depreciation):									
Certificate, license and other compliance expenses <sup>(8)</sup>	(321)	(244)		32		(945)	(666)		42
Fuel expense <sup>(9)</sup>	(928)	(1,843)		(50)		(4,360)	(5,241)		(17)
Agent fees and port handling charges <sup>(9)</sup>	(314)	(408)		(23)		(1,178)	(1,589)		(26)
Upkeep and maintenance of vessels <sup>(10)</sup>	(904)	(572)		58		(2,490)	(2,508)		(1)
Other vessels expenses <sup>(11)</sup>	(356)	(372)		(4)		(1,689)	(1,189)		42
	<u>(2,823)</u>	<u>(3,439)</u>		(18)		<u>(10,662)</u>	<u>(11,193)</u>		(5)
Legal and professional fees <sup>(12)</sup>	(501)	(91)		451		(1,203)	(484)		149
Office and other rental expenses	(124)	(120)		3		(315)	(335)		(6)
Foreign exchange (loss)/gain <sup>(13)</sup>	465	178		161		567	(789)		n.m.

**Notes:**

- (1) The decrease in coal transportation income was due to reduction in coal transportation volume attributable to unusually adverse weather conditions in 3Q and 9M 2014.
- (2) The decrease in rental income was due to the expiry of tenancy agreements. The properties were sold in 2Q and 3Q 2014.
- (3) The increase in interest income was mainly due to higher interest rates and more fixed deposits placed by the China subsidiary in 3Q and 9M 2014 as compared to 3Q and 9M 2013.
- (4) In 3Q and 9M 2013 there was writeback of receivables subsequent to the receipt.
- (5) The Company wrote back allowance for impairment of loan to Eco Building Products, Inc. ("EcoB") upon recovery. The final payment was received in 1Q 2014.
- (6) The Group entered into forward contracts in 4Q 2013 to convert SGD into USD at a certain fixed rate. The forward contracts matured in February 2014.
- (7) The increase was mainly due to receipt of government grant in 9M 2014.
- (8) The increase in certificate, license and other compliance expenses was mainly due to the renewal of vessel certificates in 3Q 2014. The increase in 9M 2014 was also attributable to the chartering of vessels from third parties in 1H 2014.
- (9) The decrease in 3Q and 9M 2014 was mainly due to the lower coal carrying activities in 3Q and 9M 2014.
- (10) There were more vessels undergoing repair in 3Q 2014 as compared to 3Q 2013.
- (11) The increase was mainly due to the costs incurred pertaining to the vessel accident.
- (12) The increase in legal and professional fees was mainly due to the litigation expenses, professional fees incurred for the preparation of circular, drafting of option agreement and conditional sales and purchase agreement and the advisory services relating to investments in mineral resource business and potential future restructuring of the Company's investments.
- (13) The foreign exchange gain arose mainly due to the appreciation of USD against Indonesian Rupiah ("IDR") and Renminbi ("RMB").

**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 2014**

	<b>Group S\$'000</b>		<b>Company S\$'000</b>	
	<b>30 Sep 2014</b>	<b>31 Dec 2013</b>	<b>30 Sep 2014</b>	<b>31 Dec 2013</b>
<b>Non-current assets</b>				
Property, plant and equipment	21,066	23,338	85	35
Property under development	36,916	35,183	-	-
Other receivables	14,388	14,302	-	-
Interests in subsidiaries	-	-	76,489	76,489
Interests in joint venture company	1,840	1,804	-	-
	<u>74,210</u>	<u>74,627</u>	<u>76,574</u>	<u>76,524</u>
<b>Current assets</b>				
Trade and other receivables	21,266	21,351	3,115	495
Prepayments	970	498	248	40
Due from subsidiaries (trade)	-	-	-	-
Due from subsidiaries (non-trade)	-	-	4,683	4,664
Derivatives	-	97	-	-
Cash and bank deposits	81,636	78,409	17,735	17,680
	<u>103,872</u>	<u>100,355</u>	<u>25,781</u>	<u>22,879</u>
Investment properties held for sale	-	4,350	-	4,350
	<u>103,872</u>	<u>104,705</u>	<u>25,781</u>	<u>27,229</u>
<b>Current liabilities</b>				
Trade and other payables	(25,484)	(22,814)	(615)	(529)
Advance from joint venture company	(750)	(750)	(750)	(750)
Income tax payable	(85)	(85)	-	-
	<u>(26,319)</u>	<u>(23,649)</u>	<u>(1,365)</u>	<u>(1,279)</u>
<b>Net current assets</b>	<u>77,553</u>	<u>81,056</u>	<u>24,416</u>	<u>25,950</u>
<b>Deferred tax liabilities</b>	<u>(14)</u>	<u>(14)</u>	<u>(14)</u>	<u>(14)</u>
<b>Net assets</b>	<u>151,749</u>	<u>155,669</u>	<u>100,976</u>	<u>102,460</u>
<b>Equity</b>				
Share capital	163,614	163,614	163,614	163,614
Accumulated losses	(55,785)	(51,903)	(62,712)	(61,228)
Capital reserve	14	14	-	-
Other reserve	(320)	(320)	-	-
Foreign currency translation reserve	(4,884)	(4,679)	-	-
Acquisition revaluation reserve	5,392	5,392	-	-
Employee share option reserve	74	74	74	74
<b>Equity attributable to equity holders of the Company</b>	<u>108,105</u>	<u>112,192</u>	<u>100,976</u>	<u>102,460</u>
<b>Non-controlling interests</b>	<u>43,644</u>	<u>43,477</u>	<u>-</u>	<u>-</u>
<b>Total equity</b>	<u>151,749</u>	<u>155,669</u>	<u>100,976</u>	<u>102,460</u>

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

Neither the Company nor any of its subsidiaries had any bank borrowings or debt securities at the end of the period.

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

30 Sep 2014	
Unsecured	Secured
-	-

31 December 2013	
Unsecured	Secured
-	-

*Amount repayable after one year:*

30 Sep 2014	
Unsecured	Secured
-	-

31 December 2013	
Unsecured	Secured
-	-

- 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 2014	9M 2013
<b>Cash flows from operating activities</b>		
(Loss)/profit before tax	(3,249)	166
Adjustments:		
Depreciation of property, plant and equipment	3,743	3,493
Net gain on investment properties	(690)	-
Fair value gain on derivatives	(333)	-
Unrealised foreign exchange differences	(524)	2,349
Interest income	(1,125)	(490)
Share of results of joint venture company	(23)	86
<b>Operating cash flows before working capital changes</b>	(2,201)	5,604
Decrease/(increase) in trade and other receivables	91	(16,926)
(Increase)/decrease in prepayments	(472)	5,001
Increase/(decrease) in trade and other payables	2,614	(3,411)
<b>Cash flows from/(used in) operations</b>	32	(9,732)
Interest received	1,181	490
<b>Net cash flows from/(used in) operating activities</b>	1,213	(9,242)
<b>Cash flows from/(used in) investing activities</b>		
Purchase of property, plant and equipment	(1,383)	(1,377)
Additions to property under development	(2,069)	(1,871)
Proceeds from sale of investment properties	5,040	-
Proceeds from derivatives	434	-
Drawdown/(placement) of fixed deposits	6,292	(444)
<b>Net cash flows from/(used in) investing activities</b>	8,314	(3,692)
<b>Cash flows from financing activities</b>		
Proceeds from capital contribution by non-controlling interests	-	12,827
<b>Net cash flows from financing activities</b>	-	12,827
Net increase/(decrease) in cash and cash equivalents	9,527	(107)
Effect of exchange rate changes on cash and cash equivalents	(8)	(537)
Cash and cash equivalents at beginning of the period	61,121	46,460
<b>Cash and cash equivalents at end of the period <sup>(1)</sup></b>	70,640	45,816

**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 2014	9M 2013
Cash and cash equivalents	70,640	45,816
Fixed deposits	10,996	26,398
Cash and bank deposits	81,636	72,214

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 equity holders 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			
(in S\$'000s)											
GROUP											
At 1 January 2013	163,614	(54,583)	-	(320)	(8,562)	5,392	211	105,752	16,903	122,655	
Loss for the period, net of tax	-	(246)	-	-	-	-	-	(246)	(184)	(430)	
Other comprehensive income	-	-	-	-	1,328	-	-	1,328	608	1,936	
Foreign currency translation	-	-	-	-	1,328	-	-	1,328	608	1,936	
Other comprehensive income for the period, net of tax	-	(246)	-	-	1,328	-	-	1,082	424	1,506	
Total comprehensive income for the period	163,614	(54,829)	-	(320)	(7,234)	5,392	211	106,834	17,327	124,161	
At 31 March 2013 and 1 April 2013	-	971	-	-	-	-	-	971	(440)	531	
Profit/(loss) for the period, net of tax	-	-	-	-	1,706	-	-	1,706	854	2,560	
Other comprehensive income	-	-	-	-	1,706	-	-	1,706	854	2,560	
Foreign currency translation	-	-	-	-	1,706	-	-	1,706	854	2,560	
Other comprehensive income for the period, net of tax	-	971	-	-	1,706	-	-	2,677	414	3,091	
Total comprehensive income for the period	163,614	(53,858)	-	(320)	(5,528)	5,392	211	109,511	17,741	127,252	
At 30 June 2013 and 1 July 2013	-	161	-	-	-	-	-	161	(82)	79	
Profit/(loss) for the period, net of tax	-	-	-	-	(424)	-	-	(424)	12,748	12,324	
Other comprehensive income	-	-	-	-	(424)	-	-	(424)	12,748	12,324	
Foreign currency translation	-	-	-	-	(424)	-	-	(424)	12,748	12,324	
Other comprehensive income for the period, net of tax	-	161	-	-	(424)	-	-	(263)	12,666	12,403	
Total comprehensive income for the period	163,614	(53,697)	-	(320)	(5,952)	5,392	211	109,248	30,407	139,655	
At 30 September 2013											

Total attributable to equity holders 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			
<b>At 1 January 2014</b>	<b>163,614</b>	<b>(51,903)</b>	<b>14</b>	<b>(320)</b>	<b>(4,679)</b>	<b>5,392</b>	<b>74</b>	<b>112,192</b>	<b>43,477</b>	<b>155,669</b>	
(Loss)/profit for the period, net of tax	-	(524)	-	-	-	-	-	(524)	317	(207)	
Other comprehensive income	-	-	-	-	(1,617)	-	-	(1,617)	(1,365)	(2,982)	
Foreign currency translation	-	-	-	-	(1,617)	-	-	(1,617)	(1,365)	(2,982)	
Other comprehensive income for the period, net of tax	-	(524)	-	-	(1,617)	-	-	(2,141)	(1,048)	(3,189)	
Total comprehensive income for the period	-	(524)	-	-	(1,617)	-	-	(2,141)	(1,048)	(3,189)	
<b>At 31 March 2014 and 1 April 2014</b>	<b>163,614</b>	<b>(52,427)</b>	<b>14</b>	<b>(320)</b>	<b>(6,296)</b>	<b>5,392</b>	<b>74</b>	<b>110,051</b>	<b>42,429</b>	<b>152,480</b>	
(Loss)/profit for the period, net of tax	-	(2,107)	-	-	-	-	-	(2,107)	142	(1,965)	
Other comprehensive income	-	-	-	-	(606)	-	-	(606)	(266)	(872)	
Foreign currency translation	-	-	-	-	(606)	-	-	(606)	(266)	(872)	
Other comprehensive income for the period, net of tax	-	(2,107)	-	-	(606)	-	-	(2,713)	(124)	(2,837)	
Total comprehensive income for the period	-	(2,107)	-	-	(606)	-	-	(2,713)	(124)	(2,837)	
<b>At 30 June 2014 and 1 July 2014</b>	<b>163,614</b>	<b>(54,534)</b>	<b>14</b>	<b>(320)</b>	<b>(6,902)</b>	<b>5,392</b>	<b>74</b>	<b>107,338</b>	<b>42,305</b>	<b>149,643</b>	
(Loss)/profit for the period, net of tax	-	(1,251)	-	-	-	-	-	(1,251)	109	(1,142)	
Other comprehensive income	-	-	-	-	2,018	-	-	2,018	1,230	3,248	
Foreign currency translation	-	-	-	-	2,018	-	-	2,018	1,230	3,248	
Other comprehensive income for the period, net of tax	-	(1,251)	-	-	2,018	-	-	767	1,339	2,106	
Total comprehensive income for the period	-	(1,251)	-	-	2,018	-	-	767	1,339	2,106	
<b>At 30 September 2014</b>	<b>163,614</b>	<b>(55,785)</b>	<b>14</b>	<b>(320)</b>	<b>(4,884)</b>	<b>5,392</b>	<b>74</b>	<b>108,105</b>	<b>43,644</b>	<b>151,749</b>	

- 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) Company	Total attributable to equity holders of the Company			
	Share capital	Accumulated losses	Employee share option reserve	Total
<b>At 1 January 2013</b>	163,614	(65,799)	211	98,026
Loss for the period, net of tax	-	(344)	-	(344)
<b>At 31 March 2013 and 1 April 2013</b>	163,614	(66,143)	211	97,682
Profit for the period, net of tax	-	1,472	-	1,472
<b>At 30 June 2013 and 1 July 2013</b>	163,614	(64,671)	211	99,154
Profit for the period, net of tax	-	695	-	695
<b>At 30 September 2013</b>	163,614	(63,976)	211	99,849
<b>At 1 January 2014</b>	163,614	(61,228)	74	102,460
Loss for the period, net of tax	-	(238)	-	(238)
<b>At 31 March 2014 and 1 April 2014</b>	163,614	(61,466)	74	102,222
Loss for the period, net of tax	-	(697)	-	(697)
<b>At 30 June 2014 and 1 July 2014</b>	163,614	(62,163)	74	101,525
Loss for the period, net of tax	-	(549)	-	(549)
<b>At 30 September 2014</b>	163,614	(62,712)	74	100,976

- 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
<b>As at 31 December 2012, 1 January 2013, 31 March 2013, 30 June 2013 and 30 September 2013</b>	780,000	-	780,000	506,490,975
<b>As at 31 December 2013, 1 January 2014, 31 March 2014, 30 June 2014 and 30 September 2014</b>	275,000	-	275,000	506,490,975

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 2014	31 Dec 2013
Total number of ordinary shares issued	506,490,975	506,490,975

- 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 2013.

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 2014:

Description	Effective for annual periods beginning on or after
Revised FRS 27 <i>Separate Financial Statements</i>	1 January 2014
Revised FRS 28 <i>Investments in Associates and Joint Ventures</i>	1 January 2014
FRS 110 <i>Consolidated Financial Statements</i>	1 January 2014
FRS 111 <i>Joint Arrangements</i>	1 January 2014
FRS 112 <i>Disclosure of Interests in Other Entities</i>	1 January 2014
Amendment to FRS 32 <i>Offsetting Financial Assets and Financial Liabilities</i>	1 January 2014
Amendment to FRS 36 <i>Recoverable Amount Disclosures for Non-financial Assets</i>	1 January 2014

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 2014	3Q 2013	9M 2014	9M 2013
a) Earnings/(Loss) per share					
i) Based on the weighted average number of ordinary shares on issue	Cents	(0.25)	0.03	(0.77)	0.17
ii) On a fully diluted basis	Cents	(0.25)	0.03	(0.77)	0.17

Note to item 6 (a) (i)

The basic earnings/(loss) per ordinary share ("EPS") of the Group is computed based on net loss attributable to shareholders of the Company for 9M 2014 amounting to S\$3,882,000 (9M 2013: net profit S\$886,000) and weighted average number of 506,490,975 ordinary shares in issue during 9M 2014 (9M 2013: 506,490,975).

The EPS of the Group is computed based on net loss attributable to shareholders of the Company for 3Q 2014 amounting to S\$1,251,000 (3Q 2013: net profit S\$161,000) and weighted average number of 506,490,975 ordinary shares in issue during 3Q 2014 (3Q 2013: 506,490,975).

Note to item 6 (a) (ii)

The EPS of the Group, on a fully diluted basis, is computed based on net loss attributable to shareholders of the Company for 9M 2014 amounting to \$3,882,000 (9M 2013: net profit S\$886,000) and weighted average number of 506,676,286 ordinary shares in issue during 9M 2014 (9M 2013: 507,131,791).

The EPS of the Group, on a fully diluted basis, is computed based on net loss attributable to shareholders of the Company for 3Q 2014 amounting to \$1,251,000 (3Q 2013: net profit S\$161,000) and weighted average number of 506,736,870 ordinary shares in issue during 3Q 2014 (3Q 2013: 506,226,222).

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 2014	31 Dec 2013	30 Sep 2014	31 Dec 2013
Net asset value per ordinary share (cents)	21.34	22.15	19.94	20.23

Note:

Net asset value per ordinary share of the Group and of the Company are computed based on 506,490,975 ordinary shares (31 December 2013: 506,490,975) 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 lower turnover in 3Q and 9M 2014 of S\$3.9m and S\$13.3m as compared to S\$5.2m and S\$18.8m in 3Q and 9M 2013 respectively, mainly due to the reduction in coal transportation volume attributable to unusually adverse weather conditions.

The shipping segment incurred a loss of S\$0.8m and S\$3.0m in 3Q and 9M 2014, as compared to net loss of S\$0.3m and a profit of S\$1.5m in 3Q and 9M 2013 respectively. The loss in 3Q 2014 was attributable to the lower coal carrying activities, increase in upkeep and maintenance expenses due to more vessels being scheduled for maintenance in 3Q 2014 and increase in certificate and license expenses.

The Group recorded a net loss attributable to equity holders of the Company of S\$1.3m and S\$3.9m for 3Q and 9M 2014 as compared to a net profit of S\$0.2m and S\$0.9m for 3Q and 9M 2013 respectively. The overall loss was also attributable to the increase in legal and professional fees offset by the fair value gain on derivatives, gain on sale of investment properties, increase in interest income and foreign exchange gain due to the appreciation of USD against IDR and RMB.



**8. Cash flow, working capital, assets and liabilities**

The Group's cash and bank deposits and net current assets remain healthy at S\$81.6m and S\$77.6m, respectively, as at 30 September 2014 as compared to S\$78.4m and S\$81.1m, respectively, as at 31 December 2013. The cash inflows of S\$9.5m in 9M 2014 were mainly due to drawdown of fixed deposits by the China subsidiary, proceeds from the maturity of forward currency contracts, sale of investment properties and interest income received. The cash outflows in 9M 2014 were mainly due to expenditure incurred for property under development, legal and professional fees and the refundable advance deposits paid for the conditional sale and purchase agreement in respect of Singxin Water Pte Ltd.

Property under development relates to the mixed commercial development in Ningbo China. The increase of S\$1.7m was due to the capitalisation of development expenditure in 9M 2014, offset by the depreciation of RMB against S\$. The decrease in the property, plant and equipment was mainly due to the depreciation charges incurred in 9M 2014. The decrease in investment properties held for sale was due to the completion of the sale of the investment properties in 9M 2014. Trade and other payables increased by S\$2.7m mainly due to slower settlement of payables.

**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 Group's bargaining activities continue to be strained by the uncertainties in the coal industry and persistently adverse weather conditions. In light of the challenging operating and economic environment, the Group remains focused on optimising operational efficiency and cost effectiveness. The Group will be diversifying into the mineral resource business to pursue growth opportunities.

**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 2014 (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
<b>KaiYi Investment Pte. Ltd.*</b> - Lease of office premises	-	(103) <sup>(2)</sup>
<b>PT Muji Lines**</b> - Coal transportation income and fuel oil costs reimbursement	15,344	-
<b>PT Muji Lines</b> - Coal transportation income	457 <sup>(1)</sup>	793 <sup>(2)</sup>

The Company had obtained approval on 30 April 2014 for a shareholders' mandate for interested person transactions under Rule 920(1)(a)(ii) as set out in the circular to shareholders dated 14 April 2014.

<sup>(1)</sup> This includes interested person transactions for the period January to April 2014.

<sup>(2)</sup> This includes interested person transactions from May 2014 onwards.

\* This is a lease of office premises signed with KaiYi Investment Pte. Ltd. following the sale of property in 2Q 2014.

\*\* Pursuant to the shareholders' approval on 25 September 2009, PT Aneka Samudera Lintas, a 100% owned subsidiary company, entered into an agreement for 5 years up to 30 September 2014 for the provision of coal carrying services to PT Muji Lines ("Muji Lines"). Muji Lines is wholly owned by PT Bayan Resources Tbk ("Bayan Resources"). Dato' Dr. Low Tuck Kwong is a substantial shareholder of both the Company and Bayan Resources. The Group has extended the period of the aforesaid agreement pending negotiations for new terms/new contract.

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

We, Low Yi Ngo and Choo Hsun Yang, 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 2014 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

Choo Hsun Yang  
Executive Director / Chief Financial Officer

**BY ORDER OF THE BOARD**

Madelyn Kwang Yeit Lam  
Secretary

10 November 2014