



Revised Full Year Unaudited Financial Statements for the Year Ended 31 December 2013

1. Introduction

IFS Capital Limited ("IFS") refers to the announcement dated 24 February 2014 on the unaudited financial results for the fourth quarter ("4th Qtr") and full year ("FY") 2013 (the "Original Unaudited Results") and wishes to announce the revised unaudited financial results for 4th Qtr and Full Year 2013 (the "Revised Unaudited Results").

2. Adjustment to Allowances for Loan Losses and Impairment of Other Assets

IFS Group accounting policies require the adjustment to its financial statements for events after the reporting period that provide evidence of conditions that existed at the end of the reporting period.

Subsequent to the reporting period, the IFS Group's subsidiary in Thailand recovered an amount of \$398,000 for a receivable where allowances for loan losses were previously made. As a result, the allowances for loan losses and impairment of other assets decreased by approximately \$398,000 in the fourth quarter and full year 2013.

3. Financial Effects

The financial effects on the unaudited consolidated statement of profit or loss, unaudited statement of financial position, unaudited loss per share and net asset value per share are as follows:

(I) Consolidated Statement of Profit or Loss

	Revised Unaudited Results		Original Unaudited Results		Variance	
	4th Qtr 2013 S\$'000	FY 2013 S\$'000	4th Qtr 2013 S\$'000	FY 2013 S\$'000	4th Qtr 2013 S\$'000	FY 2013 S\$'000
Operating profit before allowances	5,387	16,984	5,387	16,984	-	-
Allowances for loan losses and impairment of other assets	(10,497)	(21,175)	(10,895)	(21,573)	398	398
Loss before tax	(5,110)	(4,191)	(5,508)	(4,589)	398	398
Tax credit	1,219	803	1,299	883	(80)	(80)
Loss for the period/year	(3,891)	(3,388)	(4,209)	(3,706)	318	318
Loss attributable to:						
Owners of the Company	(4,165)	(4,840)	(4,398)	(5,073)	233	233
Non-controlling interests	274	1,452	189	1,367	85	85
Loss for the period/year	(3,891)	(3,388)	(4,209)	(3,706)	318	318

(II) Statement of Financial Position

	Revised Unaudited Results	Original Unaudited Results	Variance
	31/12/2013 S\$'000	31/12/2013 S\$'000	31/12/2013 S\$'000
Current assets - trade and other receivables	206,505	206,128	377
Total current assets	294,896	294,519	377
Total assets	399,700	399,323	377
Equity- other reserves	(7,523)	(7,511)	(12)
Accumulated profits	47,047	46,814	233
Equity attributable to owners of the Company	127,556	127,335	221
Non-controlling interests	10,078	9,997	81
Total equity	137,634	137,332	302
Current tax payable	2,035	1,960	75
Total current liabilities	227,683	227,608	75
Total liabilities	262,066	261,991	75
Total equity and liabilities	399,700	399,323	377

(III) Loss Per Ordinary Share

	Group					
	Revised Unaudited Results		Original Unaudited Results		Variance	
	4th Qtr 2013	FY 2013	4th Qtr 2013	FY 2013	4th Qtr 2013	FY 2013
Loss per share						
- Basic and diluted	(2.8 cents)	(3.2 cents)	(2.9 cents)	(3.4 cents)	0.4 cents	0.2 cents

(IV) Net Asset Value

	Group		
	Revised Unaudited Results	Original Unaudited Results	Variance
	31/12/2013	31/12/2013	31/12/2013
Net asset value per ordinary share based on issued share capital at end of the financial year	84.8 cents	84.7 cents	0.1 cents

The adjustment to allowances for loan losses is not expected to have any impact on the net operating, investing and financing cash flows of the Group for 4Qtr and FY 2013.

The revised unaudited consolidated statement of profit or loss and statement of comprehensive loss for 4th Qtr and FY 2013 and revised unaudited statement of financial position of the Group as of 31 December 2013 are set out in the Appendix to this announcement.

4. Compliance with Rule 703 of the SGX-ST Listing Manual

This announcement is made pursuant to and for the purpose of compliance with Rule 703 of the Listing Manual.

By Order of the Board

Chionh Yi Chian
Company Secretary
24 March 2014

(I) Consolidated Statement of Profit or Loss for the Fourth Quarter And Full Year Ended 31 December

	Revised Unaudited Results	Original Unaudited Results	Variance	Revised Unaudited Results	Original Unaudited Results	Variance
	4th Qtr 2013 S\$'000	4th Qtr 2013 S\$'000	4th Qtr 2013 S\$'000	FY 2013 S\$'000	FY 2013 S\$'000	FY 2013 S\$'000
Interest income	6,391	6,391	-	27,613	27,613	-
Interest expense	(1,578)	(1,578)	-	(6,848)	(6,848)	-
Net interest income	4,813	4,813	-	20,765	20,765	-
Gross written premiums	2,886	2,886	-	12,604	12,604	-
Change in gross provision for unexpired risks	(1,107)	(1,107)	-	(4,034)	(4,034)	-
Gross earned premium revenue	1,779	1,779	-	8,570	8,570	-
Written premiums ceded to reinsurers	(1,211)	(1,211)	-	(7,485)	(7,485)	-
Reinsurers' share of change in provision for unexpired risks	162	162	-	1,834	1,834	-
Reinsured premium expense	(1,049)	(1,049)	-	(5,651)	(5,651)	-
Net earned premium revenue	730	730	-	2,919	2,919	-
Fee and commission income	2,497	2,497	-	10,404	10,404	-
Investment income	1,037	1,037	-	3,295	3,295	-
Other income	81	81	-	727	727	-
Non-interest income	3,615	3,615	-	14,426	14,426	-
Income before operating expenses	9,158	9,158	-	38,110	38,110	-
Business development expenses	(200)	(200)	-	(795)	(795)	-
Commission expenses	(291)	(291)	-	(829)	(829)	-
Staff costs	(2,471)	(2,471)	-	(11,902)	(11,902)	-
General and administrative expenses	(1,513)	(1,513)	-	(6,667)	(6,667)	-
Operating expenses	(4,475)	(4,475)	-	(20,193)	(20,193)	-
Change in provision for insurance claims	1,651	1,651	-	(2,318)	(2,318)	-
Reinsurers' share of change in provision for insurance claims	(920)	(920)	-	1,843	1,843	-
Gross claims paid	(58)	(58)	-	(1,369)	(1,369)	-
Reinsurers' share of claims paid	31	31	-	911	911	-
Net claims reversal/(incurred)	704	704	-	(933)	(933)	-
Operating profit before allowances	5,387	5,387	-	16,984	16,984	-
Allowances for loan losses and impairment of other assets	(10,497)	(10,895)	398	(21,175)	(21,573)	398
Loss before tax	(5,110)	(5,508)	398	(4,191)	(4,589)	398
Tax credit	1,219	1,299	(80)	803	883	(80)
Loss for the period/year	(3,891)	(4,209)	318	(3,388)	(3,706)	318
Loss attributable to:						
Owners of the Company	(4,165)	(4,398)	233	(4,840)	(5,073)	233
Non-controlling interests	274	189	85	1,452	1,367	85
Loss for the period/year	(3,891)	(4,209)	318	(3,388)	(3,706)	318

(I) **Consolidated Statement of Comprehensive Loss for the Fourth Quarter And Full Year Ended 31 December**

	Revised Unaudited Results	Original Unaudited Results	Variance	Revised Unaudited Results	Original Unaudited Results	Variance
	4th Qtr 2013 S\$'000	4th Qtr 2013 S\$'000	4th Qtr 2013 S\$'000	Full Year 2013 S\$'000	Full Year 2013 S\$'000	FY 2013 S\$'000
Loss for the period/year	(3,891)	(4,209)	318	(3,388)	(3,706)	318
Other comprehensive loss						
Items that will not be reclassified to profit or loss						
Defined benefit plan remeasurements	204	204	-	204	204	-
Tax on items that will not be reclassified to profit or loss	(41)	(41)	-	(41)	(41)	-
	163	163	-	163	163	-
Items that are or may be reclassified subsequently to profit or loss						
Net change in fair value of available-for-sale financial assets	111	111	-	(124)	(124)	-
Net change in fair value of available-for-sale financial assets reclassified to profit or loss	960	960	-	(525)	(525)	-
Foreign currency translation differences of foreign operations	(1,767)	(1,751)	(16)	(4,272)	(4,256)	(16)
Tax on other comprehensive income/(loss)	(182)	(182)	-	110	110	-
	(878)	(862)	(16)	(4,811)	(4,795)	(16)
Other comprehensive loss for the period/year	(715)	(699)	(16)	(4,648)	(4,632)	(16)
Total comprehensive loss for the period/year	(4,606)	(4,908)	302	(8,036)	(8,338)	302
Attributable to:						
Owners of the Company	(4,541)	(4,762)	221	(9,185)	(9,406)	221
Non-controlling interests	(65)	(146)	81	1,149	1,068	81
Total comprehensive loss for the period/year	(4,606)	(4,908)	302	(8,036)	(8,338)	302

(II) Statement of Financial Position

	Group		
	Revised Unaudited Results	Original Unaudited Results	Variance
	31/12/2013 S\$'000	31/12/2013 S\$'000	31/12/2013 S\$'000
Non-current assets			
Property, plant and equipment	17,639	17,639	-
Intangible assets	348	348	-
Other investments	31,288	31,288	-
Loans, advances, hire purchase and leasing receivables	50,971	50,971	-
Deferred tax assets	4,558	4,588	-
	104,804	104,804	-
Current assets			
Reinsurers' share of insurance contract provisions	12,789	12,789	-
Insurance receivables	1,192	1,192	-
Trade and other receivables	206,505	206,128	377
Other investments	11,688	11,688	-
Derivative financial assets	580	580	-
Cash and cash equivalents	62,142	62,142	-
	294,896	294,519	377
Total assets	399,700	399,323	377
Equity			
Share capital	88,032	88,032	-
Other reserves	(7,523)	(7,511)	(12)
Accumulated profits	47,047	46,814	233
Equity attributable to owners of the Company	127,556	127,335	221
Non-controlling interests	10,078	9,997	81
Total equity	137,634	137,332	302
Non-current liabilities			
Interest-bearing borrowings	33,591	33,591	-
Employee benefits	763	763	-
Deferred tax liabilities	29	29	-
	34,383	34,383	-
Current liabilities			
Trade and other payables	11,091	11,091	-
Insurance payables	3,145	3,145	-
Interest-bearing borrowings	190,639	190,639	-
Insurance contract provisions for - gross unexpired risks	15,898	15,898	-
- gross insurance claims	4,875	4,875	-
Current tax payable	2,035	1,960	75
	227,683	227,608	75
Total liabilities	262,066	261,991	75
Total equity and liabilities	399,700	399,323	377