



Third-quarter financial statements and dividend announcement for the period ended 31 March 2014

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

1(a) 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.

	Group 3 rd Qtr ended			Group 9 months ended		
	31 March 2014 S\$'000	31 March 2013 S\$'000	Change %	31 March 2014 S\$'000	31 March 2013 S\$'000	Change %
Revenue	18,214	18,953	-3.9	55,017	48,262	14.0
Cost of sales	(11,549)	(12,293)	-6.1	(35,956)	(31,992)	12.4
Gross profit	6,665	6,660	0.1	19,061	16,270	17.2
Other operating income	406	673	-39.7	2,143	1,396	53.5
Administration expenses	(4,707)	(4,595)	2.4	(13,617)	(13,527)	0.7
Sales and marketing expenses	(1,330)	(1,458)	-8.8	(3,793)	(3,971)	-4.5
Other operating expenses	(31)	-	n.m.	(186)	(104)	78.8
Share of results of a joint venture company	(12)	(11)	9.1	(36)	(35)	2.6
Profit from operations	991	1,269	-21.9	3,572	29	>100.0
Finance costs	(162)	(184)	-12.0	(456)	(573)	-20.4
Profit / (Loss) from operations before taxation	829	1,085	-23.6	3,116	(544)	n.m.
Income tax expenses	(228)	(5)	>100.0	(460)	(10)	>100.0
Profit / (Loss) from operations, net of tax	601	1,080	-44.4	2,656	(554)	n.m.
Attributable to:						
Owners of the Company	598	1,077	-44.5	2,659	(533)	n.m.
Non-controlling interests	3	3	n.m.	(3)	(21)	-85.7
	601	1,080	-44.4	2,656	(554)	n.m.

n.m. – not meaningful

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

	Group 3 rd Qtr ended			Group 9 months ended		
	31 March 2014 S\$'000	31 March 2013 S\$'000	Change %	31 March 2014 S\$'000	31 March 2013 S\$'000	Change %
Profit / (Loss) for the period	601	1,080	-44.4	2,656	(554)	n.m.
Other comprehensive income: Foreign currency translation	127	(8)	n.m.	(133)	3	n.m.
Total comprehensive income for the period	728	1,072	-32.2	2,523	(551)	n.m.
Total comprehensive income attributable to:						
Owners of the Company	725	1,069	-32.3	2,526	(530)	n.m.
Non-controlling interests	3	3	-	(3)	(21)	-85.7
Total comprehensive income for the period	728	1,072	-32.2	2,523	(551)	n.m.

The net loss attributable to shareholders is stated after (charging)/crediting:-

	Group 3 rd Qtr ended			Group 9 months ended		
	31 March 2014 S\$'000	31 March 2013 S\$'000	Change %	31 March 2014 S\$'000	31 March 2013 S\$'000	Change %
Allowance for stock obsolescence	-	(2)	n.m.	-	(4)	n.m.
Allowance for doubtful debts	-	-	-	(35)	-	n.m.
Depreciation	(924)	(967)	-4.4	(2,801)	(2,803)	-0.1
Interest expense	(162)	(184)	-12.0	(456)	(573)	-20.4
Gain on disposal of property, plant and equipment	57	64	-10.9	787	(243)	n.m.
Foreign exchange (loss)/gain	(30)	1	n.m.	(150)	(103)	45.6

n.m. – not meaningful

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

	Group		Company	
	31 March 2014	30 June 2013	31 March 2014	30 June 2013
	S\$'000	S\$'000	S\$'000	S\$'000
Non-current assets				
Property, plant and equipment	17,164	18,396	-	-
Investment in subsidiaries	-	-	13,161	13,161
Investment in a joint venture company	375	411	7	7
Other receivables	1,179	1,163	-	-
Prepayment	6,219	3,311	-	-
	<u>24,937</u>	<u>23,281</u>	<u>13,168</u>	<u>13,168</u>
Current assets				
Inventories	24,034	21,958	-	-
Trade receivables	28,015	27,933	-	-
Other receivables and prepayments	1,298	807	406	101
Amount due from subsidiaries	-	-	17,900	15,371
Amount due from joint venture companies	130	20	130	20
Cash and bank balances	2,581	6,406	902	3,656
	<u>56,058</u>	<u>57,124</u>	<u>19,338</u>	<u>19,148</u>
Current liabilities				
Trade payables	11,154	16,376	-	-
Bills payables	12,041	9,412	-	-
Other payables	2,579	1,654	329	216
Derivative liabilities	-	4	-	-
Interest-bearing loans and borrowings	4,763	4,773	-	-
Income tax payable	628	248	6	7
	<u>31,165</u>	<u>32,467</u>	<u>335</u>	<u>223</u>
Net current assets	24,893	24,657	19,003	18,925
Non-current liabilities				
Interest-bearing loans and borrowings	3,188	3,692	-	-
Deferred tax liabilities	1,279	1,406	-	-
Other payables	198	198	-	-
Net assets	<u>45,165</u>	<u>42,642</u>	<u>32,171</u>	<u>32,093</u>
Equity attributable to owners of the Company:				
Share capital	33,269	33,269	33,269	33,269
Treasury shares	(602)	(602)	(602)	(602)
Reserves	12,487	9,961	(496)	(574)
	<u>45,154</u>	<u>42,628</u>	<u>32,171</u>	<u>32,093</u>
Non-Controlling interests	11	14	-	-
Total equity	<u>45,165</u>	<u>42,642</u>	<u>32,171</u>	<u>32,093</u>

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

Amount repayable in one year or less, or on demand

	Group 31 March 2014		Group 30 June 2013	
	Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
Bills payables	-	12,041	-	9,412
Interest-bearing loans and borrowings:				
Bank overdrafts	-	1,501	-	1,108
Fixed advance facility	-	1,300	-	1,800
Hire purchase creditors	545	-	554	-
Internationalisation finance scheme	-	262	-	262
Draft loan	-	243	-	-
Invoice financing	-	912	-	871
Term loan	-	-	-	178
	<u>545</u>	<u>16,259</u>	<u>554</u>	<u>13,631</u>

Amount repayable after one year

	Group 31 March 2014		Group 30 June 2013	
	Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
Interest-bearing loans and borrowings:				
Internationalisation finance scheme	-	853	-	1,050
Hire purchase creditors	385	-	792	-
Term loans	1,850	100	1,850	-
	<u>2,235</u>	<u>953</u>	<u>2,642</u>	<u>1,050</u>

Details of the collaterals:

All the bank borrowings are unsecured with the exception of the hire purchases which are secured by charges over the leased assets and term loan which is secured by charge over certain Group's property, plant and equipment.

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 3 rd Qtr ended 31.03.2014 S\$'000	Group 3 rd Qtr ended 31.03.2013 S\$'000	Group 9 months ended 31.03.2014 S\$'000	Group 9 months ended 31.03.2013 S\$'000
Cash flows from operating activities				
Profit/ (Loss) before tax from operations	829	1,085	3,116	(544)
Adjustments for:-				
Depreciation of property, plant and equipment	924	967	2,801	2,803
Allowance for doubtful debts	-	(64)	(35)	-
Gain on disposal of property, plant and equipment and investments	(57)	-	(787)	(243)
Fair value loss on derivatives	-	-	(4)	-
Interest expenses	162	184	456	573
Share of results of a joint venture company	12	11	36	35
	<u>1,041</u>	<u>1,098</u>	<u>2,537</u>	<u>3,168</u>
Operating profit / (loss) before working capital changes	1,870	2,183	5,653	2,624
(Increase)/Decrease in inventories	(2,093)	1,353	(2,076)	2,123
Increase in net amount due to a customer for contract work-in-progress	-	309	-	309
Decrease/(Increase) in trade receivables	788	(2,717)	(117)	(2,386)
Increase in other receivables and prepayment	(296)	(605)	(617)	(739)
(Decrease)/Increase in trade payables	(494)	1,104	(5,222)	923
Increase/(Decrease) in other payables	1,183	(180)	925	(1,052)
Cash generated from / (used in) operating activities	958	1,447	(1,454)	1,802
Income tax paid	(105)	(10)	(207)	(30)
Income tax refunded	-	299	-	299
Currency translation	128	(66)	(122)	63
Net cash flows generated from / (used in) operating activities	981	1,670	(1,783)	2,134
Cash flows from investing activities				
Purchase of property, plant and equipment	(2,771)	(668)	(5,063)	(2,156)
Proceeds from disposal of plant and equipment	211	242	1,392	882
Net cash flows used in investing activities	(2,560)	(426)	(3,671)	(1,274)
Cash flows from financing activities				
Proceeds from / (Repayments of) interest-bearing loans and borrowings	1,738	(16)	1,692	(1,048)
Proceeds from issuance of new shares pursuant to rights issue	-	1	-	5,101
Interest paid	(162)	(184)	(456)	(573)
Net cash flows generated from / (used in) financing activities	1,576	(199)	1,236	3,480
Net (decrease) / increase in cash and cash equivalents	(3)	1,045	(4,218)	4,340
Cash and cash equivalents at beginning of the period	1,083	3,143	5,298	(152)
Cash and cash equivalents at end of the period	1,080	4,188	1,080	4,188
Analysis of cash and cash equivalents				
Cash and bank balances	2,581	6,166	2,581	6,166
Bank overdrafts	(1,501)	(1,978)	(1,501)	(1,978)
Cash and cash equivalents at end of the period	1,080	4,188	1,080	4,188

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

3rd Quarter ended 31 March 2014

< -----Equity attributable to owners of the Company ----- >

Group	Share Capital S\$'000	Treasury shares S\$'000	Treasury shares reserve S\$'000	Merger reserve S\$'000	Translation reserve S\$'000	Statutory reserve fund S\$'000	Accumulated Profits/(Losses) S\$'000	Total Reserves S\$'000	Non-controlling interest S\$'000	Total S\$'000
At 31 December 2013	33,269	(602)	(120)	(7,660)	(362)	15	19,889	11,762	8	44,437
Net profit for the period	-	-	-	-	-	-	598	598	3	601
Other comprehensive income for the period	-	-	-	-	127	-	-	127	-	127
Total comprehensive income for the period	-	-	-	-	127	-	597	725	3	728
At 31 March 2014	33,269	(602)	(120)	(7,660)	(235)	15	20,487	12,487	11	45,165
At 31 December 2012	33,268	(602)	(120)	(7,660)	(28)	15	15,824	8,031	(194)	40,503
Net profit for the period	-	-	-	-	-	-	1,077	1,077	3	1,080
Other comprehensive income for the period	-	-	-	-	(8)	-	-	(8)	-	(8)
Total comprehensive income for the period	-	-	-	-	(8)	-	1,077	1,069	3	1,072
Issuance of new shares pursuant to rights issue	1	-	-	-	-	-	-	-	-	-
At 31 March 2013	33,269	(602)	(120)	(7,660)	(36)	15	16,901	9,100	(191)	41,576
Company										
At 31 December 2013	33,269	(602)	(120)	-	-	-	(408)	(528)	-	32,139
Net profit for the period	-	-	-	-	-	-	32	32	-	32
Total comprehensive income for the period	-	-	-	-	-	-	32	32	-	32
At 31 March 2014	33,269	(602)	(120)	-	-	-	(376)	(496)	-	32,171
At 31 December 2012	33,268	(602)	(120)	-	-	-	61	(59)	-	32,607
Net profit for the period	-	-	-	-	-	-	21	21	-	21
Total comprehensive income for the period	-	-	-	-	-	-	21	21	-	21
Issuance of new shares pursuant to rights issue	1	-	-	-	-	-	-	-	-	-
At 31 March 2013	33,269	(602)	(120)	-	-	-	82	(38)	-	32,629

9 months ended 31 March 2014

< -----Equity attributable to owners of the Company ----- >

Group	Share Capital S\$'000	Treasury shares S\$'000	Treasury shares reserve S\$'000	Merger reserve S\$'000	Translation reserve S\$'000	Statutory reserve fund S\$'000	Accumulated Profits/(Losses) S\$'000	Total Reserves S\$'000	Non-controlling interest S\$'000	Total S\$'000
At 30 June 2013	33,269	(602)	(120)	(7,660)	(102)	15	17,828	9,961	14	42,642
Net profit for the period	-	-	-	-	-	-	2,659	2,659	(3)	2,656
Other comprehensive income for the period	-	-	-	-	(133)	-	-	(133)	-	(133)
Total comprehensive income for the period	-	-	-	-	(133)	-	2,659	2,526	(3)	2,523
At 31 March 2014	33,269	(602)	(120)	(7,660)	(235)	15	20,487	12,487	11	45,165
At 30 June 2012	28,168	(602)	(120)	(7,660)	(39)	15	17,434	9,630	(170)	37,026
Net profit for the period	-	-	-	-	-	-	(533)	(533)	(21)	(554)
Other comprehensive income for the period	-	-	-	-	3	-	-	3	-	3
Total comprehensive income for the period	-	-	-	-	3	-	(533)	(530)	(21)	(551)
Issuance of new shares pursuant to rights issue	5,101	-	-	-	-	-	-	-	-	5,101
At 31 March 2013	33,269	(602)	(120)	(7,660)	(36)	15	16,901	9,100	(191)	41,576
Company										
At 30 June 2013	33,269	(602)	(120)	-	-	-	(454)	(574)	-	32,093
Net profit for the period	-	-	-	-	-	-	78	78	-	78
Total comprehensive income for the period	-	-	-	-	-	-	78	78	-	78
At 31 March 2014	33,269	(602)	(120)	-	-	-	(376)	(496)	-	32,171
At 30 June 2012	28,168	(602)	(120)	-	-	-	-	(89)	-	27,477
Net profit for the period	-	-	-	-	-	-	51	51	-	51
Total comprehensive income for the period	-	-	-	-	-	-	51	51	-	51
Issuance of new shares pursuant to rights issue	5,101	-	-	-	-	-	-	-	-	5,101
At 31 March 2013	33,269	(602)	(120)	-	-	-	82	(38)	-	32,629

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.

There have been no changes in the Company's share capital since 31 December 2013.

As at 31 March 2014, the Company held 1,811,930 treasury shares (31 March 2013: 1,811,930) against a total number of 224,263,298 issued shares excluding treasury shares (31 March 2013: 224,263,298). The Company had no outstanding convertibles as at 31 March 2014 and 31 March 2013.

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.

	As at 31.03.2014	As at 30.06.2013
Total number of issued shares (excluding treasury shares)	224,263,298	224,263,298

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.

None.

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

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

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of 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 Group has applied the same accounting policies and methods of computation in the financial statements for the current financial period as those applied to the audited financial statements for the financial year ended 30 June 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.

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		Group	
	3 rd Qtr ended 31.03.2014	3 rd Qtr ended 31.03.2013	9 months ended 31.03.2014	9 months ended 31.03.2013
Earnings per ordinary share for the period based on net profit after tax attributed to the shareholders of the Company				
(i) Based on weighted average number of ordinary shares in issue (cents)	0.27	0.59	1.19	(0.29)
(ii) On a fully diluted basis (cents)	0.27	0.59	1.19	(0.29)

Note:

Weighted average number of ordinary shares excluding treasury shares for calculation of:

- Basic earnings per share	224,263,298	181,468,529	224,263,298	181,468,529
- Diluted earnings per share	224,263,298	181,468,529	224,263,298	181,468,529

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

	Group		Company	
	31.03.2014	30.06.2013	31.03.2014	30.06.2013
Net asset value per ordinary share based on the total number of issued shares excluding treasury shares at end of the period (cents)	20.1	19.0	14.3	14.3
No. of issued shares excluding treasury shares	224,263,298	224,263,298	224,263,298	224,263,298

- i. 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.

Financial Performance

Revenue

The Group's revenue for the nine months ended 31 March 2014 ("9M FY14") was S\$55.0 million, 14.0% higher than the S\$48.2 million generated for the corresponding period in the last financial year ("9M FY13"). The increase was due to the increase in revenue generated from all segments, especially the marine segment and the oil and gas ("O&G") segment as we managed to secure certain major products and rental orders during the financial period.

The Group's revenue for the third quarter ended 31 March 2014 ("3Q FY14") was S\$18.2 million, 3.9% lower than the corresponding period last year ("3Q FY13") mainly due to lower demand of our products from the O&G segment, partially offset by the increase in sales in the marine segment.

Gross Profit

The Group's gross profits for 9M FY14 were higher than that for 9M FY13 mainly due to higher revenue and higher gross profit margin, while the Group's gross profits for 3Q FY14 was higher than that for 3QFY13 mainly due to higher gross profit margin.

Gross Profit Margin

The Group's gross profit margins for 9M FY14 and 3Q FY14 were higher mainly due to the increase in demand for our technical services to the offshore O&G customers and such services commanding a higher gross profit margin.

Other Operating Income

Other operating income was higher for 9M FY14 as compared to the corresponding period of the last financial year, mainly due to:

- i. increase in rental income generated from the leasing of our premises at 61 Tuas Bay Drive, Singapore 637428 and 71 Tuas Bay Drive, Singapore 637430; and
- ii. gain on disposal of property, plant and equipment.

Other operating income was lower for 3Q FY14 as compared to the corresponding period of the last financial year, mainly due to a commission received from a customer for procuring and supplying offshore O&G equipment to its project in 3Q FY13.

Operating Expenses

The Group's operating expenses – comprising administration and sales and marketing expenses – were S\$17.4 million and S\$6.0 million for 9M FY14 and 3Q FY14 respectively, and were comparable to those of 9M FY13 and 3Q FY13, respectively.

Other Operating Expenses

Other operating expenses for 9M FY14 was S\$82,000 higher as compared to 9M FY13, mainly due to a provision for doubtful debts and foreign exchange loss suffered during the financial period.

Other operating expenses for 3Q FY14 was S\$30,000 higher as compared to 3Q FY13, mainly due to foreign exchange loss suffered during the quarter.

Share of Results of a Joint Venture Company

This arose from the share of our profit and loss of Advanced Mooring Systems Pte. Ltd., a joint venture between KTL Global Limited and LMC Asia Pacific Pte Ltd, as per our announcement dated 27 October 2009.

Finance Costs

Finance costs decreased for 9M FY14 and 3Q FY14 mainly due to the decrease in bank borrowings.

Gain Attributable to the Shareholders of the Group

The net gain attributable to the shareholders of the Group for 9M FY2014 was due to higher revenue, higher gross profit, higher other operating income, lower operating expenses and lower finance costs, which were partially offset by higher other operating expenses and higher tax expenses.

Balance Sheet Review

Current Assets

The current assets of S\$56.1 million as at 31 March 2014 was lower as compared to that as at 30 June 2013 mainly due to lower cash balances as we settled certain trade payables with substantial amounts when they fell due. The decrease was partially offset by:

- i) higher trade receivables as we increased our sales towards the end of the financial period; and
- ii) higher inventories as we increased our purchases to cater for next quarter sales.

Non-Current Assets

The increase of non-current assets from S\$23.3 million as at 30 June 2013 to S\$24.9 million as at 31 March 2014 was mainly due to the increase of prepayment for the development of the new facilities in Malaysia as announced on 20 November 2012. The decrease was partially offset by the decrease of property, plant and equipment mainly due to the disposal of certain rental equipment and the depreciation charge during the financial period.

Current Liabilities

The decrease in current liabilities from S\$32.4 million as at 30 June 2013 to S\$31.2 million as at 31 March 2014 was mainly due to the settlement of certain trade payables, partially offset by the increase in bills payables as we increase our purchase of inventories to cater of next quarter sales.

Non-Current Liabilities

The non-current liabilities as at 31 March 2014 was lower than that as at 30 June 2013 mainly due to the repayment of bank borrowings.

Share Capital and Reserves

The increase in share capital and reserves from S\$42.6 million as at 30 June 2013 to S\$45.2 million as at 31 March 2014 was mainly due to the profit earned during the financial period.

Cash flow Review

3rd Quarter ended 31 March 2014

Net cash flows generated from operating activities of S\$1.0 million arose mainly from the increase of other payables for the equipment purchased but not fully paid, this was offset by an increase in inventory as we increased our purchase of inventory to support sales for the next quarter.

Net cash used in investing activities of S\$2.6 million in 3Q FY14 was attributable mainly to the payment for the development of the new facilities in Malaysia as announced on 20 November 2012.

Net cash generated from financing activities amounting to S\$1.6 million was attributable mainly to the proceeds from bank borrowings.

9 months ended 31 March 2014

Net cash flows used in operating activities of S\$1.8 million arose mainly from:

- i) the decrease in trade payables as we settled certain outstanding amounts with substantial amounts due to suppliers when they fell due; and
- ii) the increase in inventory as we increased our purchase of inventory to support sales for the next quarter.

Net cash used in investing activities of S\$3.7 million in 9M FY14 was attributable mainly to payment for the development of the new facilities in Malaysia as announced on 20 November 2012.

Net cash generated from financing activities amounting to S\$1.2 million was attributable mainly to the proceeds from bank borrowings to finance our operation.

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 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 that the market for the supply of rigging and lifting systems to the offshore O&G and marine sectors will remain challenging and competitive for the next twelve months.

11. Dividend

(a) Current Financial Period Reported on

Any dividend declared for the current financial period reported on?

No.

(b) Corresponding Period of the Immediately Preceding Financial Year

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

No.

(c) Date Payable

Not applicable.

(d) Books closure date

Not applicable.

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

No dividend has been declared or recommended.

13. Interested person transactions

The Company does not have a general mandate for interested person transactions.

14. Use of proceeds

The net proceeds of S\$5.1 million from the rights issue completed in December 2012 have been utilised as follows in accordance with the uses stated in the offer information statement dated 4 December 2012:-

Intended uses	Amount allocated (S\$ million)	Amount utilised as at the date hereof (S\$ million)	Balance of net proceeds as at the date hereof (S\$ million)
Set up a new facility in Malaysia	4.5	3.5	1.0
General working capital	0.6	0.6	-
Total net proceeds	5.1	4.1	1.0

CONFIRMATION
PURSUANT TO RULE 705(5) OF THE LISTING MANUAL OF
THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED

For the announcement of unaudited financial statements
for the third quarter ended 31 March 2014

We, Tan Tock Han and Tan Kheng Yeow, being Directors of KTL Global Limited (“the Company”), do hereby confirm, for and on behalf of the Board of Directors of the Company, that, to the best of our knowledge, nothing has come to the attention of the Board that may render the unaudited financial statements for the second quarter ended 31 March 2014 to be false or misleading in any material aspect.

For and on behalf of the Board of Directors
KTL Global Limited

(Signed)

Tan Tock Han
Executive Chairman

(Signed)

Tan Kheng Yeow
Chief Executive Officer

2 May 2014