

PART 1 - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS
1(ai) An income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

The Board of Directors of F J Benjamin Holdings Ltd wishes to announce the unaudited results of the Group for the financial year ended 30 June 2016 (FY2016).

	-----GROUP-----		
	FY2016 \$'000	FY2015 \$'000	Change %
Turnover	253,632	293,407	(14)
Cost of goods sold	(155,776)	(171,568)	(9)
Gross Profit	97,856	121,839	(20)
Other income - net			
- recurring	1,275	(589)	nm
- one-time gain/ (loss)	(176)	19,654	nm
Staff costs	(36,267)	(46,606)	(22)
Rental of premises	(42,773)	(55,635)	(23)
Advertising and promotion	(5,988)	(8,970)	(33)
Depreciation of property, furniture, fixtures and equipment	(5,821)	(8,196)	(29)
Other operating expenses	(28,035)	(30,954)	(9)
OPERATING LOSS	(19,929)	(9,457)	nm
Interest expenses	(2,507)	(3,227)	(22)
	(22,436)	(12,684)	77
Foreign exchange gain / (loss)	133	(3,348)	nm
Share of results of associates, net of tax	(112)	2,156	nm
Loss on disposal of subsidiary	-	(1,127)	nm
LOSS BEFORE TAXATION	(22,415)	(15,003)	49
Taxation	(544)	(629)	(14)
NET LOSS FOR THE FINANCIAL YEAR	(22,959)	(15,632)	47
(Loss) / Profit attributable to:			
Equity holders of the Company	(22,959)	(16,988)	35
Non-controlling interests	-	1,356	nm
	(22,959)	(15,632)	47

OPERATING LOSS IS STATED AFTER CHARGING/(CREDITING):-

Loss on disposal of furniture, fixtures and equipment	39	698
Gain on disposal of associated company	(103)	-
* Gain on sale of property units	-	(7,631)
* Loss / (Gain) on sale of investment securities	176	(12,023)
Fair value loss on investment securities	-	1,250
Allowance for doubtful debts and bad debts written off	94	103
Allowance for inventory obsolescence and inventories written off	3,622	5,977
Reversal of allowance for inventory obsolescence	(3,307)	(2,720)
Restructuring costs	717	2,333
Impairment of fixed assets for non-performing stores	-	810
Gain from acquisition of non-controlling interests	-	(124)

nm - not meaningful

1(aii) CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Loss for the financial year

Other comprehensive loss/ (gain)

Item that may be reclassified subsequently to profit or loss:

Foreign currency translation

Total comprehensive loss for the financial year

Total comprehensive loss attributable to:

Equity holders of the Company

Non-controlling interests

GROUP		
FY2016	FY2015	Change
\$'000	\$'000	%
(22,959)	(15,632)	47
(500)	651	nm
(23,459)	(14,981)	57
(23,459)	(16,242)	44
-	1,261	nm
(23,459)	(14,981)	57

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

	-----GROUP-----		-----COMPANY-----	
	30-Jun-16	30-Jun-15	30-Jun-16	30-Jun-15
	\$'000	\$'000	\$'000	\$'000
NON-CURRENT ASSETS				
Property, furniture, fixtures and equipment	12,819	15,080	49	242
Subsidiaries	-	-	21,141	80,851
Investment in associates/ joint venture	516	8,638	-	-
Investment securities	29,862	29,862	-	-
Other receivables	1,069	1,631	-	-
Deferred tax assets	928	1,006	-	-
	<u>45,194</u>	<u>56,217</u>	<u>21,190</u>	<u>81,093</u>
CURRENT ASSETS				
Inventories	54,808	74,257	-	-
Investment securities	167	1,642	-	-
External trade debtors	5,227	5,959	-	-
Trade debts due from related companies	15,376	25,879	-	-
Tax recoverable	1,099	3,025	-	-
Other debtors	21,228	18,106	39,914	31,564
Cash on hand and at banks	3,446	5,555	125	3,545
	<u>101,351</u>	<u>134,423</u>	<u>40,039</u>	<u>35,109</u>
CURRENT LIABILITIES				
Trade and other creditors	49,785	51,366	2,172	1,840
Finance lease creditors	146	171	146	137
Bank borrowings	34,937	50,685	-	-
Provision for taxation	-	43	-	-
	<u>84,868</u>	<u>102,265</u>	<u>2,318</u>	<u>1,977</u>
NET CURRENT ASSETS	16,483	32,158	37,721	33,132
NON-CURRENT LIABILITIES				
Finance lease creditors	112	263	112	253
Bank borrowings	-	500	-	-
Other liabilities	28	2,616	-	-
Deferred tax liabilities	40	40	-	-
	<u>180</u>	<u>3,419</u>	<u>112</u>	<u>253</u>
NET ASSETS	61,497	84,956	58,799	113,972
EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY				
Share capital	165,447	165,447	165,447	165,447
Exchange translation reserve	(26,767)	(26,267)	-	-
Accumulated losses	(77,183)	(54,224)	(106,648)	(51,475)
	<u>61,497</u>	<u>84,956</u>	<u>58,799</u>	<u>113,972</u>
Non-controlling interests	-	-	-	-
	<u>61,497</u>	<u>84,956</u>	<u>58,799</u>	<u>113,972</u>

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

	-----GROUP-----	
	30-Jun-16	30-Jun-15
	\$'000	\$'000
Amount repayable in one year or less, or on demand - unsecured	35,083	50,856
Amount repayable after one year - unsecured	112	763
Total borrowings	35,195	51,619
Cash on hand and at banks	(3,446)	(5,555)
Net borrowings	31,749	46,064

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

	-----GROUP-----	
	FY2016	FY2015
	\$'000	\$'000
CASH FLOW FROM OPERATING ACTIVITIES:		
Loss before taxation	(22,415)	(15,003)
Adjustments for:		
Depreciation of property, furniture, fixtures and equipment	5,821	8,196
Share of results of associates, net of tax	112	(2,156)
Currency realignment	49	384
Loss on disposal of furniture, fixtures and equipment	39	698
Loss / (Gain) on sale of investment securities	176	(12,023)
Fair value loss on investment securities	-	1,250
Allowance for inventory obsolescence and inventories written off, net	315	3,257
Loss on disposal of subsidiary	-	1,127
Gain on disposal of associated company	(103)	-
Provision for restructuring costs	717	2,333
Gain on acquisition of non-controlling interests	-	(124)
Provision for impairment of fixed assets and early termination cost for non-performing stores	-	810
Allowance for doubtful debts and bad debts written off	94	103
Gain on disposal of leasehold properties	-	(7,631)
Investment income	-	(558)
Interest income	(299)	(217)
Interest expense	2,507	3,227
OPERATING LOSS BEFORE REINVESTMENT IN WORKING CAPITAL	(12,987)	(16,327)
Decrease in debtors	12,992	3,257
Decrease in prepayments and advances	1,388	1,032
Decrease in inventories	19,134	12,499
Decrease in creditors	(2,181)	(8,970)
CASH FROM / (USED IN) OPERATIONS	18,346	(8,509)
Income tax refunded / (paid)	1,189	(2,234)
NET CASH FROM / (USED IN) OPERATING ACTIVITIES	19,535	(10,743)
CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of furniture, fixtures and equipment	(4,671)	(4,491)
Proceeds from disposal of property, furniture, fixtures and equipment	546	19,569
Proceeds from sale of mandatory convertible bonds	-	21,977
Proceeds from investment securities (net)	1,299	-
Loan repayment received from joint venture partner	-	11,000
Purchase of investment securities	-	(168)
Net cash outflow on disposal of subsidiary	-	(316)
Interest received	-	749
NET CASH FROM/ (USED IN) INVESTING ACTIVITIES	(2,826)	48,320
CASH FLOW FROM FINANCING ACTIVITIES:		
Repayment from bank borrowings	(15,920)	(36,583)
Proceeds from bank borrowings	1,840	4,908
Repayment of obligations under finance lease	(176)	(168)
Interest paid	(2,507)	(3,227)
Dividends paid to shareholders	-	(1,422)
NET CASH USED IN FINANCING ACTIVITIES	(16,763)	(36,492)
Net increase/(decrease) in cash and cash equivalents	(54)	1,085
Cash and cash equivalents at beginning of the financial year	(5,887)	(7,488)
Net effect of exchange rate changes on opening cash and cash equivalents	113	516
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR	(5,828)	(5,887)
Cash and cash equivalents comprise the following:		
Cash and bank balances	3,446	5,555
Bank overdrafts	(9,274)	(11,442)
	(5,828)	(5,887)

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.

	Share Capital \$'000	Exchange Translation Reserve \$'000	Accumulated Losses \$'000	Non-controlling interests \$'000	Total Equity \$'000
GROUP					
At 1 July 2015	165,447	(26,267)	(54,224)	-	84,956
Loss for the year	-	-	(22,959)	-	(22,959)
<u>Other comprehensive loss</u>					
Item that may be reclassified subsequently to profit or loss:					
Foreign currency translation	-	(500)	-	-	(500)
Total comprehensive loss for the financial year	-	(500)	(22,959)	-	(23,459)
At 30 June 2016	165,447	(26,767)	(77,183)	-	61,497
At 1 July 2014	165,447	(27,013)	(35,814)	(766)	101,854
Loss for the year	-	-	(16,988)	1,356	(15,632)
<u>Other comprehensive loss</u>					
Item that may be reclassified subsequently to profit or loss:					
Foreign currency translation	-	746	-	(95)	651
Total comprehensive loss for the financial year	-	746	(16,988)	1,261	(14,981)
Acquisition of non-controlling interests without a change in control	-	-	-	(124)	(124)
Disposal of subsidiary	-	-	-	(371)	(371)
Dividends paid	-	-	(1,422)	-	(1,422)
At 30 June 2015	165,447	(26,267)	(54,224)	-	84,956
COMPANY					
At 1 July 2015	165,447	-	(51,475)	-	113,972
Total comprehensive loss	-	-	(55,173)	-	(55,173)
Dividends paid	-	-	-	-	-
At 30 June 2016	165,447	-	(106,648)	-	58,799
At 1 July 2014	165,447	-	3,725	-	169,172
Total comprehensive loss	-	-	(53,778)	-	(53,778)
Dividends paid	-	-	(1,422)	-	(1,422)
At 30 June 2015	165,447	-	(51,475)	-	113,972

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 has been no change in the Company's share capital during the year reported.

As at 30 June 2016 and 30 June 2015, there was no outstanding warrants.

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 30 June 2016: 568,709,857

As at 30 June 2015: 568,709,857

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.

There was no sale, transfer, disposal, cancellation and/or use of treasury shares as at the end of the current financial year reported on.

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 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 item 5 below, the Company and the Group have applied the same accounting policies and methods of computation as in the most recent audited annual financial statements.

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 reason for, and the effect of, the change.

In the current financial year, the Group has adopted all the new and revised Financial Reporting Standards ("FRSs") and interpretation of FRSs ("INT FRSs") that are effective for the financial year beginning on or after 1 Jan 2015.

The adoption of these new / revised FRSs and INT FRSs does not result in changes in Group's accounting policies and has no material effect on the amounts reported for the current year or prior years.

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	
	FY2016	FY2015
(a) Basic (cents)	(4.04)	(2.99)
(b) Diluted (cents)	(4.04)	(2.99)

The basic and diluted earnings per share is computed based on the weighted average number of ordinary shares in issue during the financial year of 568,709,857 (FY15: 568,709,857) and 568,709,857 (FY15: 568,709,857) respectively.

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
Net asset value per ordinary share based on issued share capital as at:		
(a) current financial period reported on (cents)	10.81	10.34
(b) immediately preceding financial year (cents)	14.94	20.04

- 8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-**
- (a) any significant factors that affected the turnover, costs and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**
 - (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

Review of Results for Full Year Ended 30 June 2016 (FY16)

For FY16, the Group continued to operate in a challenging retail environment amid global uncertainties and weak consumer sentiment.

Given the soft retail environment, we worked with our key principles to sharpen product range and increased our marketing and promotional activities in our key markets to drive sales. With these efforts, the Group managed to record a turnover of \$253.6 million, down 14%, compared to \$293.4 million in FY15. Excluding the translation effects of foreign currency, Group turnover fell 10%.

The \$39.8 million decline in turnover was due to (a) closure of non-performing stores, discontinued businesses and cessation of our North Asian operations, all of which previously contributed a total of \$31.1 million in sales; (b) a \$10.4 million translation loss from the conversion of Malaysian ringgit to Singapore dollar upon consolidating into the Group accounts; (c) offset by a slight increase in sales from franchise brands. Gross profit margin was 39% against 41% in the previous year due to additional promotional activities.

We kept a tight rein on operating expenses across all business units and achieved total savings of \$31.5 million during the year under review. Total operating expenses fell 21% to \$118.9 million and this helped improve our cost-to-revenue ratio from 51% in FY15 to 47% in FY16.

Group operating loss, excluding a one-time gain of \$19.6 million from the sale of mandatory convertible bonds and sale of properties in FY15, was reduced by 32% from \$29.1 million in FY15 to \$19.9 million. Group net loss attributable to shareholders was \$23 million compared to \$17 million in FY15.

By business segment, Group turnover from the fashion business declined 9% to \$212.5 million and timepieces fell 13% to \$51.6 million, after excluding currency translation loss.

Geographically, revenue from the fashion business in Southeast Asia rose 2% after excluding purchases by the Indonesian associate, discontinued brands and adjusting for the weakening of the Malaysian ringgit of \$10.4 million. Revenue from the timepiece business decreased 9%. Sales to the Group's Indonesian associate held at the same level as the previous financial year's although domestic sales in Indonesia decreased marginally by 0.9% and netted a lower gross margin compared to last year.

(ii) Balance Sheet

Inventory fell 26% to \$54.8 million from \$74.3 million as at 30 June 2015. With efficient management of inventories, the reduction achieved was greater than the declining sales of 14%.

Net borrowings totalled \$31.7 million, down from \$46.1 million as at 30 June 2015. Net gearing stood at 52% compared to 54% as at 30 June 2015.

(iii) Cash Flows

The Group generated positive cash flows of \$19.6 million from operating activities, invested \$4.7 million on shop fittings, and repaid bank borrowings and interest expenses of \$16.8 million in FY16.

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

Not applicable.

10. A commentary at the date of this 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.

Management expects the operating environment to remain challenging given the uncertain economic slowdown in our key markets. The restructuring that commenced in 2013 has been substantially completed and losses associated with this restructuring are unlikely to recur. We will continue to identify opportunities and execute strategies to restore the competitiveness of the Group.

11. Dividend

(a) Current Financial Period Reported On
Any dividend declared for the current financial period report on?

No dividend declared.

(b) Corresponding Period of the Immediately Preceding Financial Year
Any dividend declared for the corresponding period of the immediate preceding financial year?

No dividend declared.

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

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

Not applicable.

13. If the Company has obtained a general mandate from shareholders for interested party transactions ("IPT mandate"), 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.

The Company does not have an IPT mandate.

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

Not applicable for full year results announcement.

15. Confirmation pursuant to Rule 720(1) of the Listing Manual.

The Company has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1).

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

16. Segmented revenue and results for business or geographical segments (of the group) in the from presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year

	Ongoing Retail \$'000	Distribution \$'000	Export \$'000	Corporate and Others \$'000	Elimination \$'000	Group \$'000
<u>For the financial year ended 30 June 2016</u>						
External sales	167,195	28,429	58,008	-	-	253,632
Intersegment sales	-	2,713	6,451	-	(9,164)	-
Segment revenue	167,195	31,142	64,459	-	(9,164)	253,632
Segment results	(7,752)	(9,797)	2,772	(4,601)		(19,378)
Restructuring costs						(717)
Interest income						299
Interest expense						(2,507)
Share of results of associates, net of tax						(112)
Loss before taxation						(22,415)
Taxation						(544)
Net loss for the financial year						(22,959)
<u>For the financial year ended 30 June 2015</u>						
External sales	193,361	39,998	60,048	-	-	293,407
Intersegment sales	-	6,017	8,530	-	(14,547)	-
Segment revenue	193,361	46,015	68,578	-	(14,547)	293,407
Segment results	(3,594)	(4,659)	2,003	(4,439)		(10,689)
Restructuring costs						(2,333)
Interest income						217
Interest expense						(3,227)
Share of results of associates, net of tax						2,156
Loss on disposal of subsidiary						(1,127)
Loss before taxation						(15,003)
Taxation						(629)
Net loss for the financial year						(15,632)

17. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.

Please refer to item 8.

18. A breakdown of sales

	-----GROUP-----		
	FY 2016 \$'000	FY 2015 \$'000	Change %
Sales reported for first half year	134,589	162,441	(17)
(Loss) / Profit after tax before deducting non-controlling interests reported for first half year	(9,166)	2,351	nm
Sales reported for second half year	119,043	130,966	(9)
Loss after tax before deducting non-controlling interests reported for second half year	(13,793)	(19,339)	(29)

19. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year

	Latest Full Year \$'000	Previous Full Year \$'000
Ordinary	-	-
Preference	-	-
Total	-	-

20 Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(13) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.

<i>Name</i>	<i>Age</i>	<i>Family relationship with any director, CEO and/or substantial shareholder</i>	<i>Current position and duties, and the year the position was first held</i>	<i>Details of changes in duties and position held, if any, during the year</i>
Frank Benjamin	82	Founder and substantial shareholder	Executive Chairman since 9 Jun 2000	Nil
Eli Manasseh Benjamin	66	Brother of Frank Benjamin	Group Chief Executive Officer since 5 May 2006	Nil
Mavis Benjamin	77	Wife of Frank Benjamin and substantial shareholder	Executive Vice President – Store & Planning since 1996	Nil
Douglas Jackie Benjamin	52	Son of Frank Benjamin	Group Chief Operating Officer since 1 September 2012	Nil
Odile Benjamin	45	Wife of Douglas Jackie Benjamin	Divisional Chief Executive Officer – Fashion Dynamics Singapore Pte Ltd, a subsidiary of F J Benjamin Holdings Ltd since 26 June 2012	Nil
Samuel Benjamin	45	Son of Frank Benjamin	Group Director – Timepieces from 1 March 2007 to 31 December 2014 Director-- Luxury Fashions and Timepieces, a division of F J Benjamin (Singapore) Pte Ltd since 1 January 2015	Nil
Ben-Judah Benjamin	39	Son of Frank Benjamin	General Manager – Luxury Fashions Division from 1 January 2012 to 31 December 2014 Director -- Corporate Strategy/Business Development, F J Benjamin Holdings Ltd since 1 January 2015	Nil

21. First quarter results for financial period ending 30 September 2016

The Company expects to announce its first quarter results ending 30 September 2016 in the week of 7 November 2016.

BY ORDER OF THE BOARD

Karen Chong Mee Keng
Company Secretary
26 August 2016