



First Quarter Financial Statements Announcement

PART I - 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, for the first quarter ended 31 March 2015 together with comparative statements for the corresponding period of the immediately preceding financial year

These figures have not been audited.

CONSOLIDATED INCOME STATEMENT

	Note	Group		
		S\$000		% Increase / (Decrease)
		Three months ended		
		31 Mar 2015	31 Mar 2014	
Revenue	1	79,820	179,527	(56)
Cost of sales		(72,492)	(173,145)	(58)
Gross profit	1	7,328	6,382	15
Other operating income		33	58	(43)
Distribution costs	2	(1,662)	(1,471)	13
Administrative expenses	3	(4,001)	(3,700)	8
Other operating expenses	4	(619)	(123)	403
Profit from operations		1,079	1,146	(6)
Finance income		316	373	(15)
Finance costs	5	(1,239)	(1,327)	(7)
Foreign exchange loss	6	(260)	(76)	242
(Loss) Profit before income tax		(104)	116	NM
Income tax expense		(10)	(15)	(33)
(Loss) Profit for the quarter		(114)	101	NM
Profit (Loss) attributable to:				
Equity holders of the Company		(358)	172	NM
Non-controlling interests		244	(71)	NM
		(114)	101	NM

NM – Not meaningful

	Note	S\$'000		%
		Three months ended		Increase / (Decrease)
		31 Mar 2015	31 Mar 2014	
(Loss) Profit for the quarter		(114)	101	NM
Other comprehensive income				
<i>Items that may be reclassified subsequently to profit or loss</i>				
Translation gain arising on consolidation	7	159	240	(34)
Change in fair value of available-for-sale investments	8	136	-	NM
Other comprehensive income for the quarter, net of tax		295	240	23
Total comprehensive income for the quarter		181	341	(47)
<u>Total comprehensive (loss) income attributable to:</u>				
Equity holders of the Company		(330)	495	NM
Non-controlling interests		511	(154)	NM
		181	341	(47)

Notes to the Consolidated Income Statement and Consolidated Statement of Comprehensive Income:

Note 1:

The Investment Division's revenues for the quarter ended 31 March 2015 improved significantly during the quarter, while the overall Group turnover declined by 56% to S\$79.8 million compared to S\$179.5 million achieved in the comparative period mainly due to the Group reducing sales of the fast-moving low-margin items. Group gross profit margin improved to 9.2% from 3.6% achieved previously.

Revenue included investment income comprising dividends and interest income amounting to S\$1.9 million (Q1-FY14: S\$1.1 million).

Note 2:

Distribution costs comprise:

	S\$'000		%
	Three months ended		Increase / (Decrease)
	31 Mar 2015	31 Mar 2014	
Staff costs	(857)	(800)	7
Advertising & promotion	(252)	(105)	140
Transportation	(207)	(185)	12
Travelling expenses	(102)	(108)	(6)
Others	(244)	(273)	(11)
Total	(1,662)	(1,471)	13

- (i) Advertising and promotion expenses rose due to increased sales and marketing activities, particularly in Singapore, Hong Kong and India, in relation to the new product range.
- (ii) The increase in transportation costs was mainly due to higher service charges.
- (iii) The decrease in others in the quarter is mainly due to savings in sales related expenses.

THAKRAL CORPORATION LTD AND SUBSIDIARIES

Notes to the Consolidated Income Statement and Consolidated Statement of Comprehensive Income:

Note 3:

Administration expenses comprise:

	S\$'000		%
	Three months ended		Increase /
	31 Mar 2015	31 Mar 2014	(Decrease)
Staff costs (including executive directors)	(2,578)	(2,519)	2
Directors' fees	(141)	(121)	17
Professional fees	(285)	(230)	24
Rent & rates	(245)	(207)	18
Travelling expenses	(53)	(88)	(40)
Insurance	(80)	(90)	(11)
Allowance for doubtful debts	1	(29)	NM
Withholding tax	(228)	(128)	78
Others	(392)	(288)	36
Total	(4,001)	(3,700)	8

- (i) Director's fees increased on account of the appointment of an additional non-executive director as well as the accrual of an increase in fees.
- (ii) Professional fees increased mainly due to the professional fees incurred for the acquisition of the 49% shares in TCAP Pte Ltd.
- (iii) Rent and rates increased mainly on account of the expenses relating to the subsidiary in East Timor.
- (iv) Travelling expenses were lower due to cost savings as well as reduced travel by Directors and management personnel in the quarter.
- (v) Withholding tax relates to tax accruals on income from Investment Division projects currently in progress.
- (vi) The increase in others is mainly due to the reversal of certain accruals that had been made in the previous corresponding quarter.

Note 4:

Other operating expenses comprise:-

	S\$'000		%
	Three months ended		Increase /
	31 Mar 2015	31 Mar 2014	(Decrease)
Depreciation	(120)	(123)	(2)
Loss on derivative financial instruments	(499)	-	NM
Total	(619)	(123)	403

The loss on derivative financial instruments includes the book loss from a short-term option that expired during the quarter and the fair valuation loss from a long term option entered in the current quarter, both taken to hedge the capital invested in the Japanese property holding vehicle.

Note 5:

Finance costs were lower mainly on account of the lower level of debt outstanding for the GLNG houses during the current quarter in comparison to the previous corresponding quarter.

Note 6:

Foreign exchange translation loss in the period arose mainly from the translation of monetary assets and liabilities, denominated in foreign currencies, outstanding as at the end of the period.

Note 7:

These unrealized translation differences arose due to fluctuations in exchange rates of the foreign currencies in which the net assets of the Group's overseas operations are denominated.

Note 8:

The amount represents Thakral Japan Properties Pte Ltd (TJP)'s fair value gain on its available-for-sale investment in the Japanese property holding vehicle (of which the relevant portion is allocated to the non-controlling interests in TJP.)

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 (S\$ '000) as at		Company (S\$ '000) as at	
		31 Mar 2015	31 Dec 2014	31 Mar 2015	31 Dec 2014
<u>ASSETS</u>					
Current assets					
Cash and bank balances	1	21,724	19,206	173	194
Trade receivables	2	11,375	12,625	-	-
Other receivables and prepayments	3	4,332	9,601	51	60
Bills receivable		45	57	-	-
Loans receivable	4	17,872	15,643	-	-
Derivative financial instrument	5	-	401	-	-
Investment properties held for sale	4 and 8	10,434	7,457	-	-
Inventories	6	25,528	27,704	-	-
Total current assets		91,310	92,694	224	254
Non-current assets					
Property, plant and equipment		5,350	5,245	14	16
Investment properties	4	76,388	80,638	-	-
Subsidiaries		-	-	120,865	120,738
Loans receivable	4	17,051	19,009	-	-
Pledged fixed deposits	1	22,962	22,130	-	-
Interest receivable on pledged fixed deposits	3	1,092	813	-	-
Derivative financial instrument	5	994	-	-	-
Available-for-sale investments	5	13,238	12,633	-	-
Total non-current assets		137,075	140,468	120,879	120,754
Total assets		228,385	233,162	121,103	121,008
<u>LIABILITIES AND EQUITY</u>					
Current liabilities					
Trade payables	7	2,592	7,913	-	-
Bills payables and trust receipts	7	15,015	12,973	-	-
Bank loans	8	56,654	50,691	-	-
Other payables	9	13,161	15,530	428	368
Provisions		2,983	3,041	46	46
Income tax payable		73	79	-	-
Total current liabilities		90,478	90,227	474	414
Non-current liabilities					
Amount owing to subsidiaries		-	-	30,315	29,273
Loans from banks and a financial institution	8	31,505	36,751	-	-
Deferred tax liability		466	429	-	-
Total non-current liabilities		31,971	37,180	30,315	29,273
Total liabilities		122,449	127,407	30,789	29,687
Capital, reserves and non-controlling interests					
Issued capital		72,579	72,579	72,579	72,579
Reserves		24,852	25,182	17,735	18,742
Equity attributable to equity holders of the Company		97,431	97,761	90,314	91,321
Non-controlling interests		8,505	7,994	-	-
Total equity		105,936	105,755	90,314	91,321
Total liabilities and equity		228,385	233,162	121,103	121,008

THAKRAL CORPORATION LTD AND SUBSIDIARIES

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

Amount repayable in one year or less, or on demand

As at 31 March 2015		As at 31 December 2014	
Secured	Unsecured	Secured	Unsecured
S\$ 57,273,000	S\$ 14,396,000	S\$ 47,654,000	S\$ 16,010,000

Please also see notes (7 & 8) on page 7

Details of any collateral

Charge over properties in Hong Kong and pledge on rental proceeds; pledged bank deposits of S\$28.6 million; Company's corporate guarantee

Mortgages over the land owned by certain Australian subsidiaries in Gladstone, general fixed and floating charges over the assets of these subsidiaries as well as the subsidiaries that lease the residential properties to the lessees

Amount repayable after one year

As at 31 March 2015		As at 31 December 2014	
Secured	Unsecured	Secured	Unsecured
S\$ 27,337,000	S\$ 4,168,000	S\$ 32,581,000	S\$ 4,170,000

Please also see note (8) on page 7

Details of any collateral

Charge over properties in Hong Kong and pledge on rental proceeds; Company's corporate guarantee

Mortgages over the land owned by certain Australian subsidiaries in Gladstone, general fixed and floating charges over the assets of these subsidiaries as well as the subsidiaries that lease the residential properties to the lessees

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**CONSOLIDATED STATEMENT OF CASH FLOWS**

		(S\$ '000)	
		Three months ended	
		31 Mar 2015	31 Mar 2014
OPERATING ACTIVITIES			
(Loss) Profit before income tax		(104)	116
Adjustments for:			
Depreciation expense		120	123
Dividend income and investment income from unquoted investments		(1,865)	(1,087)
Interest expense		1,239	1,327
Interest income		(316)	(373)
Loss on disposal of property, plant and equipment		2	-
Expenses on derivative financial instruments		1,493	-
Unrealised gain on outstanding derivative financial instrument		(994)	-
Net foreign exchange loss		117	74
Provision for employee benefits		55	56
Allowance (Reversal) for inventories		81	(416)
(Reversal) Allowance for doubtful trade receivables		(1)	16
Allowance for doubtful other receivables		-	13
Operating cash flows before movements in working capital		(173)	(151)
Trade receivables		1,591	12,682
Other receivables and prepayments		5,701	16,289
Inventories		3,017	(15,126)
Trade payables		(5,489)	(4,996)
Other payables and provisions		(2,633)	233
Cash generated from operations		2,014	8,931
Income tax paid		(18)	(104)
Interest paid		(1,090)	(1,224)
Interest received		25	1,346
Net cash from operating activities		931	8,949
INVESTING ACTIVITIES			
Additions to property, plant and equipment		(45)	(40)
Proceeds from disposal of available-for-sale investments		2	-
Repayment of loans receivable - current and non-current		1,723	2,147
Additions to loans receivable - current and non-current		(1,503)	-
Acquisition of derivative financial instruments		(1,159)	-
Proceeds from exercise of derivative financial instruments		85	-
Net cash (used in) from investing activities		(897)	2,107
FINANCING ACTIVITIES			
Dividend paid to non-controlling shareholders		-	(205)
Decrease in fixed deposits with maturities exceeding three months		4,144	76
(Increase) Decrease in pledged bank deposits		(4,142)	1,040
Increase (Decrease) in bills payable and trust receipts		1,612	(3,844)
New bank loans raised		5,320	1,551
Repayments of bank loans		(4,812)	(2,272)
Net cash from (used in) financing activities	10	2,122	(3,654)
Net increase in cash and cash equivalents		2,156	7,402
Cash and cash equivalents at beginning of the quarter		13,497	25,933
Net effect of exchange rate changes in the balance of cash held in foreign currencies		175	(87)
Cash and cash equivalents at end of the quarter		15,828	33,248
Cash and cash equivalents were represented by:-			
Fixed deposits with maturities less than 3 months, cash and bank	1	15,828	34,014
Bank overdrafts		-	(766)
		15,828	33,248

THAKRAL CORPORATION LTD AND SUBSIDIARIES

Notes to the Statements of Financial Position and Consolidated Statement of Cash Flows:

Note 1:

Cash and bank balances are comprised of:

	<u>31-Mar-15</u>	<u>31-Dec-14</u>
Cash and cash equivalents	S\$15.8 million	S\$13.5 million
Fixed deposits with maturities exceeding three months	S\$0.3 million	S\$4.3 million
Fixed deposits that have been pledged to banks against Bills payables and trust receipts (see note 7 below)	S\$1.2 million	S\$1.4 million
Fixed deposits that have been pledged to banks against bank loans	S\$27.4 million	S\$22.1 million
Total (including non-current fixed deposits)	<u>S\$44.7 million</u>	<u>S\$41.3 million</u>

Note 2:

The reduction in Trade receivables is due to collections.

Note 3:

Other receivables and prepayments reduced mainly due to lower advances to suppliers for the purchase of goods. Other receivables include the interest receivable on fixed deposits with maturities of less than one year. Interest accrued on deposits with maturities over 1 year is included under non-current assets.

Note 4:

The increase in Loans receivable under current assets during the period is mainly due to the reclassification of amounts expected to be recouped from Australian projects within the next 12 months.

The Group consolidates the investment properties and the relevant bank loans for the two GLNG projects on its statement of financial position. The recourse of the bank for the loans provided remains limited to the GLNG projects only.

Note 5:

The Group had invested in commercial properties in Japan during the last quarter of 2014 through a pooled investment structure which accounted for this as an available-for-sale investment.

TJP had taken a short-term forex option in 2014 which expired during the quarter. Subsequently, the Group entered into a longer term arrangement in the latest quarter, to hedge its capital in the Japanese property investment vehicle. The amounts disclosed under derivative financial instrument represents the mark-to-market values of the relevant options as at the respective period end.

Note 6:

The decline in inventories was mainly from clearance of certain inventory items by the units in China and Hong Kong.

Note 7:

Trade payables and Bills payable and trust receipts were lower due to settlements made during the quarter.

Note 8:

Under the terms of the loan, the Investment Division is committed to sell some houses in the GLNG projects commencing 2015 and use the proceeds to pay down bank debt. The related investment properties and loans are disclosed under current assets / liabilities. Investment properties for sale along with the current portion of the relevant bank loans increased upon the reclassification of additional properties to be sold during the next 12 months.

Note 9:

Other payables reduced on disbursement of investor funds held for project expenses by the Investment Division.

Note 10:

The inflow of cash from financing activities in comparison to the outflow arising during the previous corresponding quarter was mainly due to the net repayments of trust receipt loans made in the earlier period.

THAKRAL CORPORATION LTD AND SUBSIDIARIES

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

STATEMENT OF CHANGES IN EQUITY

Three months ended 31 March 2015

S\$'000

Group

Balance at 1 Jan 2015

Total comprehensive income for the quarter

(Loss) Profit for the quarter

Other comprehensive income (loss) for the quarter

Transactions with owners, recognised directly in equity

Transfer from options reserve to retained earnings on cancellation / lapse of share options

Balance at 31 Mar 2015

Issued capital	Asset revaluation reserve	Investment revaluation reserve	Options reserve	Foreign currency translation reserve	Retained earnings	Attributable to equity holders of the Company	Non-controlling interests	Total
72,579	3,278	122	252	(30,019)	51,549	97,761	7,994	105,755
-	-	-	-	-	(358)	(358)	244	(114)
-	-	68	-	(40)	-	28	267	295
-	-	68	-	(40)	(358)	(330)	511	181
-	-	-	(196)	-	196	-	-	-
72,579	3,278	190	56	(30,059)	51,387	97,431	8,505	105,936

S\$'000

Group

Balance at 1 Jan 2014

Total comprehensive income for the quarter

Profit (loss) for the quarter

Other comprehensive (loss) income for the quarter

Balance at 31 Mar 2014

Issued capital	Asset revaluation reserve	Options reserve	Foreign currency translation reserve	Retained earnings	Attributable to equity holders of the Company	Non-controlling interests	Total
72,579	3,125	263	(27,873)	54,267	102,361	4,467	106,828
-	-	-	-	172	172	(71)	101
-	(11)	-	334	-	323	(83)	240
-	(11)	-	334	172	495	(154)	341
72,579	3,114	263	(27,539)	54,439	102,856	4,313	107,169

Three months ended 31 March 2015

S\$'000

Company

Balance as at 1 Jan 2015

Loss for the quarter, representing total comprehensive loss for the quarter

Transactions with owners, recognised directly in equity

Transfer from options reserve to retained earnings on cancellation / lapse of share options

Balance as at 31 Mar 2015

Issued capital	Options reserve	Retained earnings	Total
72,579	252	18,490	91,321
-	-	(1,007)	(1,007)
-	(196)	196	-
72,579	56	17,679	90,314

Three months ended 31 March 2014

S\$'000

Company

Balance as at 1 Jan 2014

Profit for the quarter, representing total comprehensive income for the quarter

Balance as at 31 Mar 2014

Issued capital	Options reserve	Retained earnings	Total
72,579	263	24,525	97,367
-	-	356	356
72,579	263	24,881	97,723

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.

Since the beginning of the year, 3,600,000 and 302,500 share options expired and lapsed respectively during the period.

The number of shares that may be issued on exercise of all the outstanding options under the 2001 Scheme is as follows:-

	As at 31 Mar 2015	As at 31 Dec 2014
Outstanding options	1,512,500	5,415,000

There was no change in the share capital of the Company during the period.

The Company did not have any treasury shares as at 31 March 2015 and 31 December 2014.

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.

The total number of issued shares was 2,617,213,668 as at 31 March 2015 and 31 December 2014.

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

These figures have not been audited or reviewed.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of 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 Group has applied the same accounting policies and methods of computation in the financial statements for the current financial year as those of the audited financial statements for the year ended 31 December 2014.

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

On 1 January 2015, the Group adopted all the new and revised FRSs and Interpretations of FRS that are effective from that date and are relevant to its operations. The Group was mainly affected by the following new / revised FRSs and amendments to FRS:-

Improvements to Financial reporting Standards (January 2014)

Improvements to Financial reporting Standards (February 2014)

The adoption of the above does not result in changes to the Group and Company's accounting policies and has no material effect on the amounts reported for the current or prior years.

6. Earnings per ordinary share of the group for the current period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends

	Three months ended 31 Mar 2015	Three months ended 31 Mar 2014
(i) Basic (loss) earnings per share	(0.01) cent	0.01 cent
(ii) Fully diluted (loss) earnings per share	(0.01) cent	0.01 cent

Basic (loss) earnings per share is computed on the (loss) profit for the quarters after taxation and deduction of non-controlling interests divided by 2,617,213,668 and 2,617,213,668 being the weighted average number of shares in issue during the quarter ended 31 March 2015 and 31 March 2014 respectively. The diluted loss per share for the quarter ended 31 March 2015 is computed on the loss for the quarter after taxation and deduction of non-controlling interests divided by 2,617,213,668 being the weighted average number of shares in issue during the quarter. The diluted earnings per share for the quarter ended 31 March 2014 is computed on the profit for the quarter after taxation and deduction of non-controlling interests divided by 2,617,213,668 being the weighted average number of shares in issue during the quarter.

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

	As at 31 Mar 2015	As at 31 Dec 2014
Group	3.72 cents	3.74 cents
Company	3.45 cents	3.49 cents

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss 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.

It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

Review – Quarter ended 31 March 2015**Turnover & Profitability**

Revenues at the Group's Investment Division grew by almost two thirds to S\$5.7 million for the first quarter ended 31 March 2015 (Q1-FY15) from S\$3.4 million achieved in the previous corresponding quarter.

Revenue for the Lifestyle Division for Q1-FY15 was S\$74.2 million compared to S\$176.1 million achieved in the corresponding quarter, a reduction in revenue of 58% principally due to moving away from purchase and sale of low margin fast selling items. This enabled the Division to add new brands and build its portfolio to achieve better margins. The present slow growth of the Chinese economy has resulted in the new products launched in the last twelve months taking a much longer period to have a full impact on the Division's results.

Working capital surplus to requirement of the Lifestyle Division is being invested by the Investment Division to generate stronger returns for the Group. Cash flow management will ensure that the Investment Division is in a position to repatriate cash to the Lifestyle Division as required.

Group turnover for the quarter was S\$79.8 million compared to S\$179.5 million achieved in the comparative period.

Gross profit increased by 15% to S\$7.3 million, primarily due to the better performance of the Investment Division. Gross

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profit margin also improved to 9.2% for the quarter from 3.6% in the previous corresponding quarter.

Profit from operations of S\$1.1 million was about level with that in the previous quarter.

Finance Income and Costs

Finance income declined to S\$0.3 million from S\$0.4 million in the previous corresponding quarter – the previous period included interest income earned by the erstwhile Wujiang Dafa property unit.

Finance costs declined to S\$1.2 million in the current quarter from S\$1.3 million previously.

Expenses

Overall Distribution expenses increased to S\$1.7 million for the current quarter from S\$1.5 million previously mainly due to continued spending on advertising and promotional activities for the Lifestyle Division's new products and brands.

Administration expenses remained generally in control, rising 8% to S\$4.0 million in the quarter from S\$3.7 million previously.

The Group had entered into a short-term foreign currency option in late-2014 to hedge the capital invested in the Japanese property holding vehicle. As per accounting rules, this option was fair valued on 31 December 2014 whereupon the mark-to-market value was S\$0.4 million. However, at expiry, the option realised less than the carrying value, resulting in a book loss of S\$0.3 million. The Group further entered into a long-term option to hedge the investment in this quarter on which a mark-to-market loss of S\$0.2 million has been recorded. These are included in Other operating expenses.

Attributable Loss

Notwithstanding the improved performance of the Investment Division, which contributed positively to the bottom-line for the quarter, the Lifestyle Division's weak performance as well as the losses from the foreign exchange options noted above resulted in a loss attributable to shareholders of S\$0.4 million against a profit of S\$0.2 million in the previous corresponding quarter.

Working Capital and Cash Flow

Inventories reduced to S\$25.5 million as at 31 March 2015 from S\$27.7 million as at 31 December 2014 mainly due to clearance of certain inventory items by the subsidiaries in China and Hong Kong. The inventory turnover period for the current quarter was 33 days compared to 22 days for the previous corresponding quarter.

Trade receivables also declined to S\$11.4 million as at 31 March 2015 from S\$12.6 million as at 31 December 2014. The trade receivables turnover period for the current quarter was 14 days compared to 10 days for the previous corresponding quarter.

Other receivables and prepayments reduced by more than half to S\$4.3 million as at 31 March 2015 from S\$9.6 million as at 31 December 2014 mainly due to lower advances to suppliers.

Under terms previously agreed with the lender, the Investment Division is committed to sell some of the houses in the GLNG projects commencing 2015 and use the proceeds to pay down bank debt. The relevant properties and related loans are classified under current assets and liabilities respectively. Investment properties for sale accordingly increased to S\$10.4 million upon the reclassification of additional properties to be sold during the next 12 months while current bank loans increased to S\$56.7 million as at 31 March 2015 from S\$50.7 million as at 31 December 2014, net of repayments made during the latest quarter.

Overall operational cash flow for the latest quarter was positive at S\$0.9 million compared to S\$8.9 million for the previous corresponding quarter.

Net Asset Value

Net Asset Value per share declined to 3.72 cents as at 31 March 2015 from 3.74 cents as at 31 December 2014 due to the net comprehensive loss attributable to shareholders for the quarter.

Performance Summary

Investments

This division continued to grow strongly with revenues up 65% to S\$5.7 million for the quarter compared to S\$3.4 million achieved in the previous corresponding quarter. Segment result of S\$4.0 million was about 59% higher than S\$2.5 million recorded in the previous corresponding quarter. The Division will also be arranging funding for the subsequent phase of the Fortitude Valley and other projects in Brisbane and is evaluating additional new projects.

Lifestyle

This division continued to be impacted by a challenging environment in its principal and export markets as well as from the slower than expected pick-up in sales of its new lifestyle brands and products. As noted above, revenues declined to S\$74.2 million for the latest quarter compared to S\$176.1 million while segment loss widened to S\$2.1 million from S\$0.6 million previously.

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

The performance of the Investment Division met management's expectations. The Lifestyle Division's efforts to find market acceptance and bear fruit for its new brands and products is taking longer than expected – this is expected to continue to take some more time.

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.

Figures from the Australian Bureau of Statistics show that home building approvals in Australia set a new record high in January 2015, up 5% on the previous monthly record of November 2014. This was also 7.9% higher than in December 2014. The multi-unit sector continues to be the key driver of building approval with approvals for such units rising 17.5% in January 2015 to a level 24.3% higher than a year earlier. Low interest rates — and forecasts of further cuts in coming months — look likely to make 2015 another positive year for residential property. While price growth is stabilizing in the mature cities, the Group's Investment Division is well-positioned to participate in projects in the cities experiencing construction growth. At the same time, the Investment Division is developing other platforms for other asset classes for diversification and sustainable growth

The Group's Lifestyle Division remains very cautious in respect of the slowing Chinese economy as well as the weak global economy which may continue to impact on its performance during the current financial year. Turnover is expected to continue to decline significantly this year in view of the reduced focus on sales of the fast-moving, low-margin items. The units in China and Hong Kong have made and continue to work on making cost reductions. At the same time, the division remains on the lookout for new brands and products with high margins to assist in returning to profitability.

SUBSEQUENT EVENT

At the Extraordinary General Meeting held on 29 April 2015, shareholders approved the acquisition of 49% of the issued capital in TCAP Pte Ltd held by minority shareholders in exchange for the issue of up to 25% new shares in Thakral Capital Holdings Pte Ltd (TCH) (the Acquisition). Although the Acquisition is effective from 1 January 2015 as per the agreement between the parties to the transaction, its impact (on non-controlling interests and reserves) shall be recognized by the Group only upon completion of the transfer of the shares in TCAP Pte Ltd to the Group and the issue of the new shares in TCH as consideration. As this will be completed only by the end of May 2015, its impact on the Group's financial statements shall be reported with the results for the quarter ending 30 June 2015.

11. Dividend**(a) Current Financial Period Reported On**

Any dividend declared for the current financial period reported on? None

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? None

(c) Date payable

Not applicable

(d) Books closure date

Not applicable

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

Subsequent to 31 December 2014, the directors do not recommend any payment of dividend.

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 of all interested person transactions during the period ended 31 March 2015 (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920 of the Listing Manual)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 of the Listing Manual (excluding transactions less than S\$100,000)
Thakral Brothers Pte Ltd and subsidiaries	S\$'000	S\$'000
Purchases, net of returns	-	7,666
Sales, net of returns	-	560
Profit share for purchasing services	110	-

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT
(This part is not applicable to Q1, Q2, Q3 or Half Year Results)

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

The Group, which operates in three geographical segments being Australia, the People's Republic of China (including Hong Kong) and others (India, Japan and Singapore), has 3 main core divisional activities as follows:

- a) Investment ("INV") - includes real estate investments in Australia and property investments in People's Republic of China (including Hong Kong) and Japan
- b) Lifestyle ("LIFE") – comprises distribution of lifestyle products in India, Japan, Peoples' Republic of China (including Hong Kong), Singapore and in various export markets
- c) Others ("OTH") - those other activities which do not fall into the above categories

Group's reportable segments

S\$'000

Three months ended 31 March 2015

	INV	LIFE	OTH	TOTAL
Revenue				
External sales	5,670	74,150	-	79,820
Result				
Segment result	3,981	(2,123)	(385)	1,473
Unallocated corporate expenses				(394)
Finance income				316
Finance costs				(1,239)
Foreign exchange loss				(260)
Loss before income tax				(104)
Income tax expense				(10)
Loss for the quarter				(114)

Other information				
Capital expenditure:				
Property, plant and equipment	-	45	-	45
Depreciation expense	29	90	1	120

Assets				
Segment assets	147,474	80,673	238	228,385
Total assets				228,385
Liabilities				
Segment liabilities	53,987	67,459	464	121,910
Income tax payable				73
Deferred tax liability				466
Total liabilities				122,449

THAKRAL CORPORATION LTD AND SUBSIDIARIES

S\$'000

Three months ended 31 March 2014

	INV	LIFE	OTH	TOTAL
Revenue				
External sales	3,443	176,084	-	179,527
Result				
Segment result	2,503	(573)	(403)	1,527
Unallocated corporate expenses				(381)
Finance income				373
Finance costs				(1,327)
Foreign exchange loss				(76)
Profit before income tax				116
Income tax expense				(15)
Profit for the quarter				101

Other information				
Capital expenditure:				
Property, plant and equipment	-	39	1	40
Depreciation expense	27	94	2	123

Assets				
Segment assets	131,603	113,859	2,880	248,342
Total assets				248,342
Liabilities				
Segment liabilities	62,405	77,982	326	140,713
Income tax payable				70
Deferred tax liability				390
Total liabilities				141,173

Geographical information

S\$'000

Geographical segments:	Revenue		Capital expenditure		Non-current assets *	
	31 Mar		31 Mar		31 Mar	
	2015	2014	2015	2014	2015	2014
People's Republic of China (including Hong Kong)	73,141	173,694	42	22	29,655	24,501
Australia	3,396	2,122	-	-	50,821	68,397
Others	3,283	3,711	3	18	1,262	1,290
	79,820	179,527	45	40	81,738	94,188

The basis of the information stated under geographical segment above is the aggregate of the relevant figures from companies incorporated in those countries

* Non-current assets other than financial instruments

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

See item 8 on review of performance

Negative confirmation pursuant to Rule 705(5)

The Directors confirm that, to the best of their knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited interim financial statements for the 3 months ended 31 March 2015 to be false or misleading in any material aspect.

ON BEHALF OF THE BOARD

Kartar Singh Thakral
Director

Inderbethal Singh Thakral
Director
12 May 2015

BY ORDER OF THE BOARD

Chan Wan Mei
Tay Chee Wah
Company Secretaries
12 May 2015