



PARKSON RETAIL ASIA LIMITED

(Co. Reg. No. 201107706H)
(Incorporated in the Republic of Singapore)

Unaudited Financial Statements for the Financial Year ended 30 June 2015

HIGHLIGHTS

	Group								
	Reported			Reported			Like-for-Like Comparable*		
	Quarter ended			Year ended			Year ended		
	30.06.2015	30.06.2014	+/(-)	30.06.2015	30.06.2014	+/(-)	30.06.2015	30.06.2014	+/(-)
	S\$'000	S\$'000 (restated)	%	S\$'000	S\$'000 (restated)	%	S\$'000	S\$'000 (restated)	%
Gross Sales Proceeds	211,387	246,048	(14.1)	1,077,567	1,077,891	(0.0)	1,009,532	1,055,262	(4.3)
Revenue	84,663	99,175	(14.6)	428,751	432,037	(0.8)	404,306	422,572	(4.3)
Profit/(Loss) Before Tax	(77,652)	1,901	>(100.0)	(40,590)	45,625	>(100.0)	47,282	50,014	(5.5)
Net Profit/(Loss) attributable to owners of the Company	(59,765)	2,995	>(100.0)	(34,687)	34,382	>(100.0)	33,082	37,609	(12.0)

* The like-for-like comparable figures are provided for comparison purpose only, and do not form part of the financial statements prepared under the accounting standards nor under the disclosure requirements of the Singapore Exchange. These like-for-like comparable figures are computed on same store basis (also excluding non-recurring items for the year FY2015).

The Group recorded the following Same Store Sales Growth ("SSSG"), by countries:

SSSG	Quarter ended		Year ended	
	30.06.2015	30.06.2014	30.06.2015	30.06.2014
Malaysia	-17.0%	-0.8%	-4.5%	-0.1%
Vietnam	-7.2%	-5.4%	-5.1%	-4.2%
Indonesia	+12.0%	+4.3%	+8.4%	+6.0%
Myanmar	+13.6%	n.a.	+21.6%	n.a.

n.a. – not applicable

The Malaysia operations recorded a decline in SSSG of -17.0% in Q4 FY2015. The Malaysia Institute of Economic Research reported that the country's consumer sentiment index ("CSI") remained below the 100-point confidence threshold for the fourth consecutive quarter, with the CSI reading for the 2nd quarter calendar year 2015 at 71.7 points. The decline in SSSG for Q4 FY2015 was also aggravated by the implementation of Goods & Services Tax ("GST") on 1 April 2015 where Malaysian consumers have front-loaded their purchases prior to the introduction of GST.

The Vietnam operations recorded a decline in SSSG of -7.2% in Q4 FY2015. The Group's operations in Vietnam continued to encounter weak discretionary spending and compounded by the entry of competing retailers.

The Indonesia operations recorded SSSG of +12.0% in Q4 FY2015. Consumer sentiment remained robust with Bank Indonesia reporting the country's consumer confidence index for the 2nd quarter calendar year 2015 remaining above the 100-point confidence threshold at 110.5 points.

The Myanmar operations recorded SSSG of +13.6% in Q4 FY2015. The store in FMI Centre, Yangon recorded strong ramp-up in sales after the 1st year of operations.

Gross Sales Proceeds ("GSP") for Q4 FY2015 declined by (14.1)% Year-over-Year ("YoY") to S\$211.4 million while GSP for the year FY2015 remained flat YoY at S\$1.08 billion. Group's revenue for Q4 FY2015 declined by (14.6)% YoY to S\$84.7 million, while revenue for the year FY2015 declined by (0.8)% YoY to S\$428.8 million. The deterioration in GSP and revenue, despite sales contribution from new stores, is significantly due to the negative SSSG recorded by the Malaysia and Vietnam operations. On same store basis, GSP and revenue for the year FY2015 both declined by (4.3)%. On same store basis and same currency basis, GSP and revenue for the year FY2015 declined by (2.5)% and (2.3)% respectively.

The Group recorded pre-tax losses of S\$(77.7) million and S\$(40.6) million in Q4 FY2015 and the year FY2015 respectively. The major factors contributing to the significant deterioration in the Group's pre-tax results for Q4 FY2015 and the year FY2015 are due to the following non-recurring items:

- (i) Contingent expenses of S\$64.8 million related to the early-termination of a lease at Landmark 72, Hanoi by a subsidiary, Parkson Hanoi Co Ltd ("PHCL"). PHCL holds the operating license for the store at Landmark 72. These contingent expenses represent possible compensation payable by PHCL to the landlord of the Landmark 72 store for breach of terms of tenancy agreement. No legal action has been initiated by the landlord to seek such compensation as at the announcement date but PHCL has provided for this sum as a contingency and will contest any legal claim that may arise. This amount substantially represents the maximum rental for the remaining lease term of approximately 7 years for the said store and will be a lower amount in the event that the lease space is re-tenanted. Notwithstanding the above contingent provision, the liabilities of the shareholders of PHCL are limited to their respective contributed equity capital in the event of dissolution. The Group's contribution to its share of PHCL's equity capital has been fully written down in the previous financial year;
- (ii) Impairment of deposits due from two managed-stores located in Ho Chi Minh City of S\$8.2 million.

Other factors contributing to the decline in the Group's pre-tax results include the de-leveraging impact from the negative SSSG of the Malaysia and Vietnam operations and the initial loss-making periods of new stores in their 1st year of operations.

A summary table detailing the segmental PBT is appended below.

PBT Summary	Group		
	Year ended		
	30.06.2015	30.06.2014	+/(-)
	S\$'000	S\$'000 (restated)	%
Like-for-like, on same store basis			
Malaysia	41,465	47,521	(12.7)
Vietnam	647	1,080	(40.1)
Indonesia	4,798	2,701	77.6
Myanmar	(448)	(950)	52.8
Share of profits of an associate (Sri Lanka)	37	879	(95.8)
Investment holding / Others	783	(1,217)	>100.0
PBT (same store basis)	47,282	50,014	(5.5)
PBT / (Losses) of new and closed stores			
Malaysia	(1,843)	(346)	>(100.0)
Vietnam	(2,569)	(4,043)	36.5
Indonesia	(8,151)	-	>(100.0)
Non-recurring items			
Gain on disposal of an associate, Odel PLC	1,379	-	>100.0
Store closure costs (under Parkson Hanoi Co Ltd)*			
- contingent expenses (refer to note 20)	(64,753)	-	>(100.0)
- fixed assets write-down and other costs	(3,724)	-	>(100.0)
Impairment of deposits due from managed-stores**	(8,211)	-	>(100.0)
Group PBT	(40,590)	45,625	>(100.0)

* Store closure costs in respect of a store at Landmark 72, Hanoi closed in January 2015.

** Impairment of deposits refers to the deposits due from two Parkson managed stores located in Ho Chi Minh City. These deposits are governed by agreements which allow for the Group to acquire equity interests in the said managed-stores in exchange for the set-off of the deposits when local regulation permits ownership by foreign entities.

On same store basis, PBT for the Malaysia operations for the year FY2015 declined by (12.7)% due to the de-leveraging impact from the negative SSSG of -4.5%. On same store basis and same currency basis, PBT for the Malaysia operations recorded a decline of (10.7)%.

On same store basis, PBT for the Vietnam operations for the year FY2015 declined by (40.1)% due to the de-leveraging impact from the negative SSSG of -5.1%.

On same store basis, PBT for the Indonesia operations for the year FY2015 increased by 77.6% due to the positive leverage impact from the increase in SSSG of +8.4% and write-back of expired customer loyalty points. On same store basis and same currency basis, PBT for the Indonesia operations for the year FY2015 recorded an increase of 86.9%.

The store in Myanmar commenced operations in May 2013 and is in a loss position as it has yet to achieve the breakeven sales volume despite recording SSSG of 21.6%.

The Company has completed the disposal of its entire equity interest of 47.46% in Odel PLC in November 2014. The Group's share of profits of Odel PLC declined in part due to the equity accounting of results in FY2015 for less than 6 months to disposal date, as compared to the 12 months share of results in the comparative year FY2014.

Investment holding / Others recorded a profit of S\$0.78 million for the year FY2015 as compared to a loss of S\$(1.2) million in the comparative year FY2014. This is largely due to recognition of currency translation gain on deposits for the year FY2015.

The Group's cashflow generation remains healthy with net cash generated from operations of S\$44.8 million for the year FY2015 despite faced with challenging environments. The Group balance sheet position continues to be robust with total equity of S\$130.0 million as at 30 June 2015.

A summary table comparing the PBT variances YoY in percentage terms for the (i) reported numbers, (ii) same store numbers and (iii) same store, same currency numbers across the Group's 4 markets is appended below.

PBT variance	Reported	Same store*	Same store, same currency*
(comparing the year FY2015 vs year FY2014)	+/(-) %	+/(-) %	+/(-) %
Malaysia	(16.0)	(12.7)	(10.7)
Vietnam	>(100.0)	(40.1)	(44.6)
Indonesia	>(100.0)	77.6	86.9
Myanmar	52.8	52.8	52.1
Group	>(100.0)	(5.5)	(3.4)

* same store variance is also excluding non-recurring items for the year FY2015

Dividend

The Board of Directors recommends the payment of a final dividend of 2.0 cents per share (tax exempt, one-tier), subject to the approval of shareholders. Including the special interim dividend of 4.0 cents per share paid on 7 January 2015, the total dividend for the financial year FY2015 is 6.0 cents per share.

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Unaudited Financial Statements for the Financial Year ended 30 June 2015
PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS
1(a)(i) Consolidated Income Statement

	Group					
	Quarter ended			Year ended		
	30.06.2015	30.06.2014	+ / (-)	30.06.2015	30.06.2014	+ / (-)
	S\$'000	S\$'000 (restated)	%	S\$'000	S\$'000 (restated)	%
Revenue	84,663	99,175	(14.6)	428,751	432,037	(0.8)
Other income	2,319	4,108	(43.5)	15,951	13,987	14.0
Items of expense						
- Changes in merchandise inventories and consumables	(27,630)	(38,749)	(28.7)	(158,014)	(167,449)	(5.6)
- Employee benefits expense	(13,342)	(12,451)	7.2	(52,586)	(49,525)	6.2
- Depreciation and amortisation expenses	(5,254)	(5,231)	0.4	(20,475)	(20,365)	0.5
- Rental expenses	(27,413)	(28,230)	(2.9)	(114,420)	(103,903)	10.1
- Finance costs	(237)	(328)	(27.7)	(601)	(674)	(10.8)
- Other expenses	(90,758)	(16,378)	>100.0	(139,233)	(59,362)	>100.0
Total expenses	(164,634)	(101,367)	62.4	(485,329)	(401,278)	20.9
Share of profits/(losses) of an associate	-	(15)	>100.0	37	879	(95.8)
Profit/(loss) before tax	(77,652)	1,901	>(100.0)	(40,590)	45,625	>(100.0)
Taxation	1,835	35	>100.0	(12,204)	(13,567)	(10.0)
Net profit/(loss) for the period	(75,817)	1,936	>(100.0)	(52,794)	32,058	>(100.0)
Net profit/(loss) for the period attributable to:						
Owners of the Company	(59,765)	2,995	>(100.0)	(34,687)	34,382	>(100.0)
Non-controlling interests	(16,052)	(1,059)	>(100.0)	(18,107)	(2,324)	>(100.0)
	(75,817)	1,936	>(100.0)	(52,794)	32,058	>(100.0)

1(a)(ii) Consolidated Statement of Comprehensive Income

	Group					
	Quarter ended			Year ended		
	30.06.2015	30.06.2014	+/(-)	30.06.2015	30.06.2014	+/(-)
	S\$'000	S\$'000 (restated)	%	S\$'000	S\$'000 (restated)	%
Net profit/(loss) for the period	(75,817)	1,936	>(100.0)	(52,794)	32,058	>(100.0)
Other comprehensive gain/(loss):						
Foreign currency translation	(5,899)	(2,633)	>(100.0)	(6,353)	(12,445)	49.0
Remeasurement of retirement benefit	(42)	54	>(100.0)	(8)	54	>(100.0)
Share of profits/(losses) of an associate	-	(33)	>100.0	-	(33)	>100.0
Total comprehensive income/(loss)	(81,758)	(676)	>(100.0)	(59,155)	19,634	>(100.0)
Total comprehensive income/(loss) attributable to:						
Owners of the Company	(65,798)	386	>(100.0)	(41,042)	21,966	>(100.0)
Non-controlling interests	(15,960)	(1,062)	>(100.0)	(18,113)	(2,332)	>(100.0)
	(81,758)	(676)	>(100.0)	(59,155)	19,634	>(100.0)

1(a)(iii) Additional information to the Consolidated Income Statement

	Group			
	Quarter ended		Year ended	
	30.06.2015	30.06.2014	30.06.2015	30.06.2014
	S\$'000	S\$'000	S\$'000	S\$'000
Profit before income tax is arrived after (charging)/crediting:				
Items of Other income				
Finance income	1,881	2,538	6,354	6,973
Gain on disposal of an associate, Odel PLC	-	-	1,379	-
Other income	438	1,570	8,218	7,014
	2,319	4,108	15,951	13,987
Items of Other expenses				
Store closure costs (under Parkson Hanoi Co Ltd)*				
- contingent expenses (refer to note 20)	(64,753)	-	(64,753)	-
- fixed assets write-down and other costs	(1,106)	-	(3,724)	-
Impairment of deposits due from managed-stores**	(8,211)	-	(8,211)	-
Other expenses	(16,688)	(16,378)	(62,545)	(59,362)
	(90,758)	(16,378)	(139,233)	(59,362)

* Store closure costs in respect of a store at Landmark 72, Hanoi closed in January 2015.

** Impairment of deposits refers to the deposits due from two Parkson managed stores located in Ho Chi Minh City. These deposits are governed by agreements which allow for the Group to acquire equity interests in the said managed-stores in exchange for the set-off of the deposits when local regulation permits ownership by foreign entities.

1(b)(i) Statements of Financial Position

	Group			Company	
	30.06.2015	30.06.2014	01.07.2013	30.06.2015	30.06.2014
	S\$'000	S\$'000 (restated)	S\$'000 (restated)	S\$'000	S\$'000
ASSETS					
Non-current assets					
Property, plant and equipment	96,778	89,522	77,046	-	-
Land use right	8,227	7,913	8,173	-	-
Investments in subsidiaries	-	-	-	145,649	148,440
Investment in an associate	-	26,539	27,071	-	26,074
Other receivables	21,761	24,876	23,823	23,161	32,135
Prepayments	8,944	13,576	19,560	-	-
Intangible assets	5,350	5,737	7,205	-	-
Derivatives	19	20	21	-	-
Deferred tax assets	7,231	4,928	3,161	-	-
Investment securities	83	91	93	-	-
	148,393	173,202	166,153	168,810	206,649
Current assets					
Inventories	57,818	63,628	58,209	-	-
Available-for-sale financial assets	11,867	21,677	22,957	-	-
Trade and other receivables	17,440	23,514	29,130	32,462	27,493
Prepayments	5,234	6,126	3,779	21	22
Tax recoverable	2,271	2,515	4,033	-	-
Cash and short-term deposits	126,711	129,204	153,873	7,643	3,514
Assets of disposal group classified as held for sale	4,674	-	-	-	-
	226,015	246,664	271,981	40,126	31,029
Total assets	374,408	419,866	438,134	208,936	237,678
EQUITY AND LIABILITIES					
Current liabilities					
Trade and other payables	140,150	147,828	151,773	911	762
Other liabilities	26,111	26,995	23,256	-	-
Loans and borrowings	735	-	-	-	-
Tax payable	123	790	1,529	-	-
Liabilities of disposal group classified as held for sale	70,293	-	-	-	-
	237,412	175,613	176,558	911	762
Net current assets/(liabilities)	(11,397)	71,051	95,423	39,215	30,267
Non-current liabilities					
Other payables	6,949	10,094	8,397	-	-
Deferred tax liabilities	-	107	155	-	-
	6,949	10,201	8,552	-	-
Total liabilities	244,361	185,814	185,110	911	762
Net assets	130,047	234,052	253,024	208,025	236,916
Equity attributable to owners of the Company					
Share capital	231,676	231,676	231,676	231,676	231,676
Other reserves	(157,036)	(150,250)	(137,813)	(30,279)	(11,710)
Retained earnings	73,752	152,472	156,675	6,628	16,950
Reserve of disposal group classified as held for sale	(386)	-	-	-	-
	148,006	233,898	250,538	208,025	236,916
Non-controlling interests	(17,959)	154	2,486	-	-
Total equity	130,047	234,052	253,024	208,025	236,916
Total equity and liabilities	374,408	419,866	438,134	208,936	237,678

1b)(ii) Group's borrowings and debt securities

Amount repayable in one year or less, or on demand

Group			
30.06.2015		30.06.2014	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
-	735	-	-

There are no non-current loans and borrowings as at 30.06.2015 and 30.06.2014.

1(c) Consolidated Statement of Cash Flows

	Group			
	Quarter ended		Year ended	
	30.06.2015	30.06.2014	30.06.2015	30.06.2014
	S\$'000	S\$'000 (restated)	S\$'000	S\$'000 (restated)
Operating activities				
Profit/(loss) before tax	(77,652)	1,901	(40,590)	45,625
Adjustments for				
- Depreciation and amortisation expenses	5,254	5,231	20,475	20,365
- Finance costs	237	328	601	674
- Finance income	(1,881)	(2,538)	(6,354)	(6,973)
- Share of (profits)/losses of an associate	-	15	(37)	(879)
- Gain on disposal of an associate	-	-	(1,379)	-
- Impairment of deposits due from managed-stores	8,211	-	8,211	-
- Contingent expenses related to closure of a store	64,753	-	64,753	-
- Fixed assets write-down and other costs (accrual portion)	1,106	-	3,062	-
- Others	4,332	(721)	3,933	(26)
Operating cash flows before changes in working capital	4,360	4,216	52,675	58,786
Changes in working capital				
- Inventories	(4,882)	(2,061)	952	(7,597)
- Receivables and prepayments	(4,240)	(867)	(3,514)	1,746
- Payables and other liabilities	(20,006)	8,698	3,141	10,272
Cash generated from/(used in) operations	(24,768)	9,986	53,254	63,207
Finance income received	1,950	2,488	6,079	6,668
Finance costs paid	-	(2)	(3)	(9)
Income tax paid	(2,610)	(21)	(14,516)	(14,510)
Net cash generated from / (used in) operating activities	(25,428)	12,451	44,814	55,356
Investing activities				
Purchase of property, plant and equipment (net)	(4,626)	(6,993)	(32,381)	(37,479)
Proceed from disposal of an associate	-	-	27,919	-
Addition of intangible assets	(84)	-	(385)	(286)
Proceeds from disposal of / (Investments in) available-for-sale financial assets	11,122	(233)	8,546	577
Dividends received from an associate	-	147	-	295
Dividends from investment securities	-	-	86	-
Net cash generated from / (used in) investing activities	6,412	(7,079)	3,785	(36,893)
Financing activities				
Dividends paid to shareholders	-	(20,319)	(44,025)	(38,606)
Net cash used in financing activities	-	(20,319)	(44,025)	(38,606)
Net increase / (decrease) in cash and cash equivalents	(19,016)	(14,947)	4,574	(20,143)
Cash and cash equivalents at beginning of financial period	148,427	143,165	129,204	153,873
Effects of currency translation on cash and cash equivalents	(3,435)	986	(7,802)	(4,526)
Cash and cash equivalents at end of financial period	125,976	129,204	125,976	129,204

For the purpose of the consolidated statement of cash flows, consolidated cash and cash equivalents comprise of the following:

	Group	
	30.06.2015	30.06.2014
	S\$'000	S\$'000 (restated)
Cash at bank (less bank overdrafts)	19,697	18,576
Short-term bank deposits	106,279	110,628
	125,976	129,204

1(d)(i) Consolidated Statement of Changes in Equity

	Attributable to owners of the Company									Non-controlling Interests	Total Equity
	Share capital	Foreign currency translation reserve	Capital redemption reserve	Capital contribution from ultimate holding company	Merger reserve	Bargain purchase of non-controlling interests	Reserve classified as held for sale	Retained earnings	Total		
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000		S\$'000	S\$'000	S\$'000	S\$'000
Group											
Balance at 01.07.2014											
As previously reported	231,676	(36,983)	1	9,959	(123,753)	439	-	157,326	238,665	154	238,819
Prior year adjustments	-	87	-	-	-	-	-	(4,854)	(4,767)	-	(4,767)
As restated	231,676	(36,896)	1	9,959	(123,753)	439	-	152,472	233,898	154	234,052
Loss for the year	-	-	-	-	-	-	-	(34,687)	(34,687)	(18,107)	(52,794)
Foreign currency translation	-	(6,347)	-	-	-	-	-	-	(6,347)	(6)	(6,353)
Remeasurement of defined benefit plan	-	-	-	-	-	-	-	(8)	(8)	-	(8)
Total comprehensive income	-	(6,347)	-	-	-	-	-	(34,695)	(41,042)	(18,113)	(59,155)
Reserves classified as held for sale	-	-	-	-	-	(439)	(386)	-	(825)	-	(825)
Dividends	-	-	-	-	-	-	-	(44,025)	(44,025)	-	(44,025)
Balance at 30.06.2015	231,676	(43,243)	1	9,959	(123,753)	-	(386)	73,752	148,006	(17,959)	130,047
Balance at 01.07.2013											
As previously reported	231,676	(24,536)	1	9,959	(123,753)	439	-	161,010	254,796	2,486	257,282
Prior year adjustments	-	77	-	-	-	-	-	(4,335)	(4,258)	-	(4,258)
As restated	231,676	(24,459)	1	9,959	(123,753)	439	-	156,675	250,538	2,486	253,024
Profit for the year											
As previously reported	-	-	-	-	-	-	-	34,901	34,901	(2,324)	32,577
Prior year adjustments	-	-	-	-	-	-	-	(519)	(519)	-	(519)
As restated	-	-	-	-	-	-	-	34,382	34,382	(2,324)	32,058
Foreign currency translation											
As previously reported	-	(12,447)	-	-	-	-	-	-	(12,447)	(8)	(12,455)
Prior year adjustments	-	10	-	-	-	-	-	-	10	-	10
As restated	-	(12,437)	-	-	-	-	-	-	(12,437)	(8)	(12,445)
Remeasurement of defined benefit plan	-	-	-	-	-	-	-	54	54	-	54
Share of results of an associate	-	-	-	-	-	-	-	(33)	(33)	-	(33)
Total comprehensive income	-	(12,437)	-	-	-	-	-	34,403	21,966	(2,332)	19,634
Dividends	-	-	-	-	-	-	-	(38,606)	(38,606)	-	(38,606)
Balance at 30.06.2014	231,676	(36,896)	1	9,959	(123,753)	439	-	152,472	233,898	154	234,052

Statement of Changes in Equity

	Share capital	Foreign currency translation reserve	Retained earnings	Total
	S\$'000	S\$'000	S\$'000	S\$'000
Company				
Balance at 01.07.2014	231,676	(11,710)	16,950	236,916
Profit for the year	-	-	33,703	33,703
Foreign currency translation	-	(18,569)	-	(18,569)
Dividends	-	-	(44,025)	(44,025)
Balance at 30.06.2015	231,676	(30,279)	6,628	208,025
Balance at 01.07.2013	231,676	(4,250)	19,276	246,702
Profit for the year	-	-	36,280	36,280
Foreign currency translation	-	(7,460)	-	(7,460)
Dividends	-	-	(38,606)	(38,606)
Balance at 30.06.2014	231,676	(11,710)	16,950	236,916

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

	30.06.2015	30.06.2014
	No. of Shares	No. of Shares
Issued Share Capital	677,300,000	677,300,000
Treasury Shares held	-	-
Shares to be issued pursuant to the exercise of all the outstanding share options	-	-

1(d)(iii) The total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

	30.06.2015	30.06.2014
Total number of issued shares excluding treasury shares	677,300,000	677,300,000

The Company did not hold any treasury shares as at 30 June 2015 and 30 June 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

The figures have not been audited nor 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

The Group has adopted the same accounting policies and methods of computation in the financial statements for the current financial year as those applied for in the most recent audited financial statements for the financial year ended 30 June 2014, except as mentioned in Note 5 below.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

The Group adopted the applicable new and revised Financial Reporting Standards ("FRS") that became effective for the financial year beginning on or after 1 July 2014. The adoption of these new and revised FRSs has no material impact to the Group.

6. Earnings per ordinary share

Earnings/(losses) per ordinary share attributable to owners of the Company:-

	Group			
	Quarter ended		Year ended	
	30.06.2015	30.06.2014	30.06.2015	30.06.2014
		(restated)		(restated)
Basic and diluted (cents)	(8.82)	0.44	(5.12)	5.08
Based on weighted average number of shares ('000)	677,300	677,300	677,300	677,300

There are no potential dilution effects on the ordinary shares of the Company. Accordingly, the basic and diluted earnings/(losses) per share for the reported periods are the same.

7. Net Asset Value per ordinary share

	Group		Company	
	30.06.2015	30.06.2014	30.06.2015	30.06.2014
Net asset value per ordinary share based on total number of issued shares excluding treasury shares (S\$)	0.22	0.35	0.31	0.35

8. Review of Group Performance

Review of Business Environment

The Group recorded the following SSSG, by countries:

SSSG	Quarter ended		Year ended	
	30.06.2015	30.06.2014	30.06.2015	30.06.2014
Malaysia	-17.0%	-0.8%	-4.5%	-0.1%
Vietnam	-7.2%	-5.4%	-5.1%	-4.2%
Indonesia	+12.0%	+4.3%	+8.4%	+6.0%
Myanmar	+13.6%	n.a.	+21.6%	n.a.

n.a. – not applicable

The Malaysia operations recorded a decline in SSSG of -17.0% in Q4 FY2015. The Malaysia Institute of Economic Research reported that the country's consumer sentiment index ("CSI") remained below the 100-point confidence threshold for the fourth consecutive quarter, with the CSI reading for the 2nd quarter calendar year 2015 at 71.7 points. The decline in SSSG for Q4 FY2015 was also aggravated by the implementation of Goods & Services Tax ("GST") on 1 April 2015 where Malaysian consumers have front-loaded their purchases prior to the introduction of GST.

The Vietnam operations recorded a decline in SSSG of -7.2% in Q4 FY2015. The Group's operations in Vietnam continued to encounter weak discretionary spending and compounded by the entry of competing retailers.

The Indonesia operations recorded SSSG of +12.0% in Q4 FY2015. Consumer sentiment remained robust with Bank Indonesia reporting the country's consumer confidence index for the 2nd quarter calendar year 2015 remaining above the 100-point confidence threshold at 110.5 points.

The Myanmar operations recorded SSSG of +13.6% in Q4 FY2015. The store in FMI Centre, Yangon recorded strong ramp-up in sales after the 1st year of operations.

Review of Operational Results

The components of GSP for Q4 FY2015 and the year FY2015 are as follows:-

	Group					
	Quarter ended			Year ended		
	30.06.2015	30.06.2014	+/(-)	30.06.2015	30.06.2014	+/(-)
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Gross Sales Proceeds						
Sale of goods - direct sales	35,523	48,366	(26.6)	198,771	210,298	(5.5)
Sale of goods - concessionaire sales	170,438	193,170	(11.8)	860,709	851,306	1.1
Total merchandise sales	205,961	241,536	(14.7)	1,059,480	1,061,604	(0.2)
Consultancy and management service fees	210	209	0.5	952	1,044	(8.8)
Rental income	5,216	4,303	21.2	17,135	15,243	12.4
Total gross sales proceeds	211,387	246,048	(14.1)	1,077,567	1,077,891	(0.0)

The Group's GSP declined by (14.1)% YoY to S\$211.4 million for Q4 FY2015 while GSP for the year FY2015 remained flat YoY at S\$1.08 billion. GSP for the quarter declined while that for the year remained flat, despite sales contribution from new stores, due significantly to the negative SSSG recorded by the Malaysia and Vietnam operations. On same store basis, the Group's GSP for the year FY2015 declined by (4.3)%. On same store basis and same currency basis, GSP for the year FY2015 declined by (2.5)% YoY.

The Group generated total merchandise sales of S\$1.059 billion for the year FY2015, with concessionaire sales contributing 81.2% and direct sales contributing the balance of 18.8%. By product segment, the Fashion & Apparel category constitute 53.0% of the total merchandise sales, the Cosmetic & Accessories category constitute 28.5%, the Household, Electrical Goods & Others category constitute 15.0% while the remaining balance of 3.5% came from the Groceries & Perishables category.

The merchandise gross margin (a combination of the commission from concessionaires and direct sales margin) for Q4 FY2015 and the year FY2015 increased by 200 bps YoY to 25.1% and by 40 bps YoY to 23.8% respectively. Gross margin improved due mainly to reduced discounting and lesser stock shrinkages.

Review of Financial Results

Revenue and Other Income

The Group's revenue declined by (14.6)% YoY to S\$84.7 million for Q4 FY2015 and remained relatively flat at S\$428.8 million for the year FY2015. The movement in revenues is in line with the trend in the movement of GSP as explained above. The components of revenue for Q4 FY2015 and the year FY2015 are as follows:-

	Group					
	Quarter ended			Year ended		
	30.06.2015	30.06.2014	+/(-)	30.06.2015	30.06.2014	+/(-)
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Revenue						
Sale of goods - direct sales	35,523	48,366	(26.6)	198,771	210,298	(5.5)
Commission from concessionaire sales	43,714	46,297	(5.6)	211,893	205,452	3.1
Consultancy and management service fees	210	209	0.5	952	1,044	(8.8)
Rental income	5,216	4,303	21.2	17,135	15,243	12.4
Total revenue	84,663	99,175	(14.6)	428,751	432,037	(0.8)

Other income for Q4 FY2015 declined by (43.5)% to S\$2.3 million and for the year FY2015 increased by 14.0% to S\$16.0 million. Other income increased for the year FY2015 due significantly to gain on disposal of an associate, Odel PLC, of S\$1.4 million.

Expenses

Total expenses of the Group for Q4 FY2015 and the year FY2015 increased by 62.4% YoY to S\$164.6 million and by 20.9% YoY to S\$485.3 million respectively. Analysis of the major operating expense items for Q4 FY2015 and the year FY2015 is as follows:

Changes in merchandise inventories and consumables

Changes in merchandise inventories and consumables refer to the cost of direct sales. Cost of direct sales for Q4 FY2015 and the year FY2015 declined by (28.7)% to S\$27.6 million and by (5.6)% to S\$158.0 million respectively. These declines are in line with the decline in direct sales.

Employee benefits expense

Staff cost increased by 7.2% to S\$13.3 million for Q4 FY2015 and increased by 6.2% to S\$52.6 million for the year FY2015. These increases are primarily due to the inclusion of staff costs for new stores operating in the FY2015 period and yearly wage increase.

As a percentage of revenue, the staff cost ratios increased by 290 bps YoY to 15.8% for Q4 FY2015 and increased by 80 bps YoY to 12.3% for the year FY2015. Staff cost ratios increased due to (i) negative SSSG recorded by the Malaysia and Vietnam operations resulting in lower staff productivity and (ii) staff costs for new stores where the sales are lower at the initial stages of operations.

Depreciation and amortisation expenses

Depreciation and amortisation for Q4 FY2015 and the year FY2015 remained relatively flat YoY at S\$5.3 million and S\$20.5 million respectively. Depreciation and amortization remained flat due to the increase in depreciation costs for new stores operating in the FY2015 period being offset by lower depreciation on older stores and the absence of depreciation for a store in Hanoi closed in January 2015.

As a percentage of revenue, depreciation and amortization expense ratios increased by 90 bps YoY to 6.2% for Q4 FY2015 and increased by 10 bps YoY to 4.8% for the year FY2015. The higher ratios for Q4 FY2015 and the year FY2015 are primarily due to depreciation incurred for new stores but where the sales are lower at the initial stages of operations.

Rental expenses

Rental expenses declined by (2.9)% to S\$27.4 million for Q4 FY2015, but increased by 10.1% to S\$114.4 million for the year FY2015. Rental expenses declined for Q4 FY2015 due to reduction in the turnover rent component following weaker sales. Rental expenses for the year FY2015 increased due to the inclusion of rental costs for the 11 new stores operating in FY2015.

As a percentage of revenue, the rental expense ratios increased by 390 bps YoY to 32.4% for Q4 FY2015, and increased by 270 bps YoY to 26.7% for the year FY2015. Rental expense ratios increased due to (i) new stores that are paying base rentals but where the sales are lower at the initial stages of operations and (ii) the decline in SSSG for Malaysia and Vietnam operations resulting in lower store productivity.

Other expenses

Other expenses consist mainly of (a) promotional and advertising expenses; (b) selling and distribution expenses and (c) general and administrative expenses. Other expenses for Q4 FY2015 and year FY2015 increased by >100.0% YoY to S\$90.8 million and to S\$139.2 million respectively. Other expenses increased substantially due to incurrence of non-recurring items i.e. (i) contingent expenses related to closure of a store at Landmark 72, Hanoi of S\$64.8 million comprising of possible compensation payable to the landlord in the event of legal claim and (ii) impairment of deposits due from two managed-stores located in Ho Chi Minh City of S\$8.2 million.

As a percentage of revenue, the other expenses ratios for Q4 FY2015 and the year FY2015 increased substantially due to incurrence of the above said non-recurring items.

Share of profits/(losses) of an associate

The Company has completed the disposal of its entire equity interest of 47.46% in Odel PLC in November 2014. The Group's share of profits of Odel PLC declined in part due to the equity accounting of results in FY2015 for less than 6 months to disposal date, as compared to the 12 months share of results in the comparative year FY2014.

PBT

The Group recorded pre-tax losses of S\$(77.7) million and S\$(40.6) million in Q4 FY2015 and the year FY2015 respectively. The major factors contributing to the significant deterioration in the Group's pre-tax results for Q4 FY2015 and the year FY2015 are due to the following non-recurring items:

- (i) Contingent expenses of S\$64.8 million related to the early-termination of a lease at Landmark 72, Hanoi by a subsidiary, Parkson Hanoi Co Ltd ("PHCL"). PHCL holds the operating license for the store at Landmark 72. These contingent expenses represent possible compensation payable by PHCL to the landlord of the Landmark 72 store for breach of terms of tenancy agreement. No legal action has been initiated by the landlord to seek such compensation as at the announcement date but PHCL has provided for this sum as a contingency and will contest any legal claim that may arise. This amount substantially represents the maximum rental for the remaining lease term of approximately 7 years for the said store and will be a lower amount in the event that the lease space is re-tenanted. Notwithstanding the above contingent provision, the liabilities of the shareholders of PHCL are limited to their respective contributed equity capital in the event of dissolution. The Group's contribution to its share of PHCL's equity capital has been fully written down in the previous financial year.;
- (ii) Impairment of deposits due from two managed-stores located in Ho Chi Minh City of S\$8.2 million.

Other factors contributing to the decline in the Group's pre-tax results include the de-leveraging impact from the negative SSSG of the Malaysia and Vietnam operations and the initial loss-making periods of new stores in their 1st year of operations.

As a percentage of revenue, the PBT ratios for Q4 FY2015 and the year FY2015 deteriorated substantially due to incurrence of the above said non-recurring items.

On same store basis (also excluding non-recurring items), PBT for the year FY2015 declined by (5.5)% YoY to S\$47.3 million. On same store basis and same currency basis, PBT for the year FY2015 declined by (3.4)% YoY.

Taxation

The Group effective tax rate for the year FY2015 is substantially higher than the statutory tax rates of the countries where the Group operates due significantly to the inclusion of losses associated with the above said non-recurring items which are not tax-deductible.

Net profit attributable to owners of the Company

The Group recorded attributable net losses of S\$(59.8) million and S\$(34.7) million in Q4 FY2015 and the year FY2015 respectively. The significant decline in attributable net results is due to the incurrence of non-recurring items related to contingent expenses for closure of a store in Hanoi and impairment of financial assets in Vietnam as well as the initial loss-making periods of new stores in their 1st year of operations. As a percentage of revenue, the attributable net results ratios deteriorated significantly due to incurrence of the said non-recurring items.

On same store basis (also excluding non-recurring items), attributable net profit for the year FY2015 declined by (12.0)% YoY to S\$33.1 million. On same store basis and same currency basis, attributable net profit for the year FY2015 declined by (8.0)% YoY.

Review of Group Balance Sheet

The equity accounting for the investment in an associate, Odel PLC, has ceased as at the reported balance sheet date as the Company has divested its entire equity interest of 47.46% in November 2014.

The non-current portion of other receivables declined to S\$21.8 million due in part to the write-down of the tenancy deposits for the store closed in Hanoi. The non-current portion of prepayments declined to S\$8.9 million while the current portion of prepayments declined to S\$5.2 million due to progressive utilization of prepaid rentals to rental costs in the income statement.

Available-for-sale financial assets declined to S\$11.9 million due to redemption of money market funds for cash. Trade and other receivables declined to S\$17.4 million as at 30 June 2015 due to the impairment made on the deposits due from managed-stores in FY2015 of S\$8.2 million.

Other payables declined to S\$6.9 million mainly due to reversal of deferred lease income following the closure of the store in Hanoi.

The Group's financial position remains robust with total equity of S\$130.0 million as at 30 June 2015.

The Group generated healthy net cash from operations for the year FY2015 of S\$44.8 million despite faced with challenging environments. The Group cash balance as at 30 June 2015 remained strong at S\$138.6 million (including money market funds of S\$11.9 million classified separately as available-for-sale financial assets).

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

The Group's prospect of its core business as outlined in the preceding quarterly results announcement dated 13 May 2015 was on track. However, the Group also recognized non-recurring items in the reported Q4 FY2015 quarter, comprising of contingent expenses related to closure of a store in Hanoi of S\$64.8 million and impairment of deposits due from two managed-stores located in Ho Chi Minh City of S\$8.2 million.

10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

The sluggish sales experienced by the Malaysia operations following the introduction of GST on 1 April 2015 are expected to continue into the next reporting quarter Q1 FY2016. The sales for the Malaysia operations are also expected to experience drag from impact of the weakening currency and erosion of sentiment due to the political uncertainty in the country. The Vietnam operations, despite improvement in the macroeconomic environment, are expected to be impacted by the change in the competitive landscape. However, the Indonesia and Myanmar operations for the next Q1 FY2016 are expected to be encouraging backed by the respective countries' robust domestic demand and strong increase in the middle class population.

11. Dividend

(a) Current Financial Quarter Reported On

Name of Dividend	Final (proposed)
Dividend Type	Cash
Dividend per Ordinary Share	2.0 cents, (one-tier) tax exempt

(b) Corresponding Quarter of the Immediately Preceding Financial Year

Name of Dividend	Final
Dividend Type	Cash
Dividend per Ordinary Share	2.5 cents, (one-tier) tax exempt

(c) Date payable

The proposed final dividend is subject to the approval of shareholders at the forthcoming Annual General Meeting of the Company and the payment date is to be announced later.

(d) Books closure date

Notice will be given at a later date on the closure of the Transfer Books and register of Members of the Company to determine members' entitlement to the final dividend.

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

Not applicable.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

13. Segmental revenue and results for geographical segments.

Group	Malaysia	Vietnam	Indonesia	Myanmar	Unallocated	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Year ended 30.06.2015						
Gross Sales Proceeds	751,123	157,133	163,749	5,562	-	1,077,567
Revenue	322,250	45,175	59,422	1,904	-	428,751
Segment Results:						
Depreciation and amortisation	(11,328)	(4,103)	(4,754)	(290)	-	(20,475)
Rental expenses	(68,510)	(21,617)	(23,243)	(1,050)	-	(114,420)
Finance income	4,776	1,011	513	-	54	6,354
Finance costs	(44)	(557)	-	-	-	(601)
Gain on disposal of an associate	-	-	-	-	1,379	1,379
Store closure costs						
- contingent expenses (refer to note 20)	-	(64,753)	-	-	-	(64,753)
- fixed assets write-down and other costs	-	(3,724)	-	-	-	(3,724)
Impairment of deposits due from managed-stores	-	(8,211)	-	-	-	(8,211)
Taxation	(13,427)	(585)	2,049	-	(241)	(12,204)
Segment profit	26,195	(79,195)	(1,304)	(448)	1,958	(52,794)
Year ended 30.06.2014 (restated)						
Gross Sales Proceeds	771,698	158,351	143,241	4,601	-	1,077,891
Revenue	333,741	42,761	53,748	1,787	-	432,037
Segment Results:						
Depreciation and amortisation	(12,243)	(4,291)	(3,561)	(270)	-	(20,365)
Rental expenses	(64,762)	(22,596)	(15,548)	(997)	-	(103,903)
Finance income	5,231	1,322	385	-	35	6,973
Finance costs	(132)	(542)	-	-	-	(674)
Taxation	(13,493)	97	(2)	-	(169)	(13,567)
Segment profit	33,683	(2,866)	2,699	(959)	(499)	32,058

^ Unallocated figures recorded in Company level.

^^ Unallocated figures related to share of profits of an associate, head office corporate income/(expenses) and pre-operating expenses for Cambodia.

14. Factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.

Please refer to note 8 of this announcement.

15. Breakdown of sales.

		Year ended		
		30.06.2015	30.06.2014	+ / (-)
Group		S\$'000	S\$'000	%
			(restated)	
(a)	Revenue reported for 1st half year	227,510	226,144	0.6
(b)	Operating profit after tax before deducting minority interests reported for 1st half year	15,277	22,879	(33.2)
(c)	Revenue reported for 2nd half year	201,241	205,893	(2.3)
(d)	Operating profit after tax before deducting minority interests reported for 2nd half year	(68,071)	9,179	>(100.0)

16. Breakdown of total annual dividend.

		Year ended	
		30.06.2015	30.06.2014
Group		S\$'000	S\$'000
Ordinary		44,025	38,606
Preference		-	-
Total		44,025	38,606

17. If the Group has obtained a general mandate from shareholders for interested person transactions, the aggregate value of such transactions as required under Rule 920 (1)(a)(ii). If no interested person transactions mandate has been obtained, a statement to that effect.

Name of interested person	Aggregate value of all interested person transactions during the financial period under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)
	S\$'000	S\$'000
Lion Corporation Berhad Group ⁽¹⁾	-	305
Lion Forest Industries Berhad Group ⁽²⁾	-	1,839
Parkson Holdings Berhad Group ⁽³⁾	204	3,261
Secom (M) Sdn Bhd ⁽⁴⁾	-	266
Bonuskad Loyalty Sdn Bhd ⁽⁵⁾	-	9,688
WatchMart (M) Sdn Bhd ⁽⁶⁾	-	135
PT Monica Hijaulestari ⁽⁷⁾	-	4,811
PT Tozy Bintang Sentosa ⁽⁸⁾	-	245

Notes:

(1) Purchases of equipment, furniture and fittings and sale of gift vouchers.

(2) Purchases of building materials, light fittings, merchandises, procurement of energy conservation services and sale of gift vouchers.

(3) (i) Royalty expenses totaling S\$0.204 million;

(ii) Rental of retail space, sale of gift vouchers, purchase of merchandises and net concessionaire sales totaling S\$3.261 million.

(4) Purchase of security equipment and procurement of security services.

(5) Marketing fees payable for the bonus points issued and amounts receivable for points redemption made by cardholders.

(6) Purchases of merchandise.

(7) Purchases of merchandise.

(8) Rental of office and warehouse.

18. 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).

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was first held	Details of changes in duties and position held, if any, during the year
Ms. Cheng Hui Yen, Natalie	31	- Daughter of Tan Sri Cheng Heng Jem (Executive Chairman and Substantial Shareholder)	Director of Merchandising (since June 2015)	Promoted from position of General Manager, Merchandising to Director of Merchandising

19. Disclosure on the use of IPO proceeds

As at 30 June 2015, the Company has utilized:

- S\$43.9 million for the purpose of store openings in Malaysia, Indonesia and Vietnam;
- S\$3.9 million for the purpose of information technology investment;
- S\$12.4 million to subscribe for the rights issue of shares in Odel PLC, a former associate company; and
- S\$2.6 million as capital contribution to a joint-venture company established to operate department stores in Myanmar.

These amounts were utilised in accordance with the stated use as disclosed in the Company's prospectus dated 27 October 2011 and the announcement on 3 December 2012 pertaining to the revision in utilisation of the IPO proceeds.

20. Contingent expenses related to closure of a store

As disclosed in Note 1(a)(iii), contingent expenses of S\$64.8 million was provided in relation to the early-termination of a lease at Landmark 72, Hanoi by a subsidiary, Parkson Hanoi Co Ltd ("PHCL"). PHCL holds the operating license for the store at Landmark 72. These contingent expenses represent possible compensation payable by PHCL to the landlord of the Landmark 72 store for breach of terms of tenancy agreement. No legal action has been initiated by the landlord to seek such compensation as at the announcement date but PHCL has provided for this sum as a contingency and will contest any legal claim that may arise. This amount substantially represents the maximum rental for the remaining lease term of approximately 7 years for the said store. Under the terms of the tenancy agreement, the landlord may seek compensation equivalent to the rental payable during the vacancy period of the premises or where the premises is re-tenanted, the differences in the rental rates (if any). As such, any compensation claim (if successful) will be a lower amount than the maximum contingent expenses provided as at balance sheet date in the event that the premises is re-tenanted, resulting in a possible write-back of the said provision.

Notwithstanding the above contingent provision, the liabilities of PHCL's shareholders are limited to their respective contributed equity capital in the event of dissolution. The Group's contribution to its share of PHCL's equity capital has been fully written down in the previous financial year.

21. Disposal group classified as held for sale

On 16 June 2015, the Company announced that Parkson Vietnam Co Ltd ("Parkson Vietnam"), a wholly-owned subsidiary of the Company, entered into a capital assignment agreement with Mr. Hoang Manh Cuong to dispose its 27.8% interest in the charter capital of Parkson Hanoi Co Ltd ("PHCL") for a cash consideration of USD5,000.

The partial disposal of PHCL was completed on 17 August 2015.

As at 30 June 2015, the assets and liabilities related to PHCL have been presented in the balance sheet as “Assets of disposal group classified as held for sale” and “Liabilities of disposal group classified as held for sale.”

The major classes of assets and liabilities of PHCL classified as held for sale and the related foreign currency translation reserve as at 30 June 2015 are as follows:

	Group 2015 SGD'000
Assets:	
Property, plant and equipment	511
Prepayments	224
Intangible assets	15
Inventories	959
Trade and other receivables	2,176
Tax recoverable	164
Cash and short-term deposits	625
Assets of disposal group classified as held for sale	<u>4,674</u>
Liabilities:	
Trade and other payables	(3,144)
Other liabilities	(67,072)
Deferred tax liabilities	(77)
Liabilities of disposal group classified as held for sale	<u>(70,293)</u>
Net liabilities of disposal group classified as held for sale	<u>(65,619)</u>
Reserves of disposal group classified as held for save	<u>(386)</u>

22. Event after balance sheet date

On 18 August 2015, the Company announced that the capital assignment transaction (as disclosed in note 21 above) between Parkson Vietnam Co Ltd (“Parkson Vietnam”) with Mr. Hoang Manh Cuong was completed on 17 August 2015.

Consequent upon the completion of the transaction, Parkson Vietnam has lost control over Parkson Hanoi Co Ltd (“PHCL”). The Group’s remaining interest in PHCL of 42.2% was remeasured at its fair value and was accounted for as an associate using the equity method of accounting.

The Group would be able to recognize a gain of S\$47.2 million on the partial disposal of PHCL due to the reversal of net liabilities of PHCL arising substantially from the provision of contingent expenses. Assuming that the capital assignment transaction was completed as at balance sheet date of 30 June 2015, the Group’s pro forma summarised financial statements would have been as follows:

	As reported SGD'000	Gain on partial disposal of PHCL SGD'000	Pro forma SGD'000
Consolidated income statement			
for the financial year ended 30 June 2015			
Profit/(loss) before tax	(40,590)	47,243	6,653
Profit/(loss) for the year	(52,794)	47,243	(5,551)
Profit/(loss) attributable to owners of the Company	<u>(34,687)</u>	<u>47,243</u>	<u>12,556</u>
Group balance sheet as at 30 June 2015			
Current assets	226,014	(4,674)	221,340
Current liabilities	(237,412)	70,293	(167,119)
Net current assets/(liabilities)	(11,398)	65,619	54,221
Equity attributable to owners of the Company			
- Retained earnings	73,752	47,243	120,995
- Other reserves	(157,422)	386	(157,036)
Non-controlling interest	<u>(17,959)</u>	<u>18,769</u>	<u>810</u>

23. Comparative figures

Pursuant to FRS 17 Leases, operating lease payments shall be recognised as an expense on a straight-line basis over the lease term. In the previous year, the Group accounted for the operating lease payments for one of its stores in accordance with the terms of the tenancy agreement. The Group has accounted for the operating lease payments for the said store on a straight-line basis during the financial year. Accordingly, the comparative figures have been restated.

Certain comparative figures have also been reclassified to conform to current year's presentation.

The effects of the above adjustment items are as follows:

	As previously stated SGD'000	Adjustments SGD'000	Re-classification SGD'000	Restated SGD'000
Consolidated income statement				
for the financial year ended 30 June 2014				
Rental expenses	(103,308)	(595)	-	(103,903)
Other expenses	(59,308)	(54)	-	(59,362)
Profit before tax	46,274	(649)	-	45,625
Income tax expense	(13,697)	130	-	(13,567)
Profit for the year	32,577	(519)	-	32,058
Profit attributable to owners of the Company	34,901	(519)	-	34,382
Consolidated statement of comprehensive income				
for the financial year ended 30 June 2014				
Exchange differences on translating foreign operations	(12,455)	10	-	(12,445)
Total comprehensive income for the year	20,143	(509)	-	19,634
Total comprehensive income attributable to owners of the Company	22,475	(509)	-	21,966

	As previously stated SGD'000	Adjustments SGD'000	Re-classification SGD'000	Restated SGD'000
Balance sheets as at 30 June 2014				
<i>Non-current assets</i>				
- Deferred tax assets	3,805	1,192	(69)	4,928
<i>Current assets</i>				
- Available-for-sale financial assets	-	-	21,677	21,677
- Cash and short-term deposits	150,881	-	(21,677)	129,204
<i>Non-current liabilities</i>				
- Deferred tax liabilities	176	-	(69)	107
<i>Current liabilities</i>				
- Trade and other payables	141,869	5,959	-	147,828
<i>Equity attributable to owners of the Company</i>				
- Other reserves - foreign currency translation reserve	(36,983)	87	-	(36,896)
- Retained earnings	157,326	(4,854)	-	152,472
Balance sheets as at 1 July 2013				
<i>Non-current assets</i>				
- Deferred tax assets	2,097	1,064	-	3,161
<i>Current assets</i>				
- Available-for-sale financial assets	-	-	22,957	22,957
- Cash and short-term deposits	176,830	-	(22,957)	153,873
<i>Current liabilities</i>				
- Trade and other payables	146,451	5,322	-	151,773

**BY ORDER OF THE BOARD
PARKSON RETAIL ASIA LIMITED**

Toh Peng Koon
Executive Director and Chief Executive Officer

Singapore, 20 August 2015