M M P RESOURCES LIMITED

(Incorporated in the Republic of Singapore)
(Registration No: 200613299H)

UNAUDITED FINANCIAL STATEMENT FOR THE SECOND QUARTER PERIOD ENDED 30 JUNE 2015
PART I – INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF YEAR AND FULL YEAR RESULTS

1(a)(i) A statement of comprehensive income for the group together with a comparative statement for the corresponding period of the immediately preceding financial year

	Unaudited 2nd Quarter Ended				Unaudited 1st half Ended			
	30/06/2015	30/06/2014	(+/-)		30/06/2015	30/06/2014	(+/-)	
	S$'000	S$'000	Sgd '000	%	S$'000	S$'000	Sgd '000	%
Continuing Operations								
Revenue	476	1,137	(661)	<100%	818	1,137	(319)	<100%
Cost of sales	(1,362)	(940)	(422)	>100%	(1,479)	(943)	(536)	>100%
Gross Profit	(886)	197	(1,083)	<100%	(661)	194	(855)	<100%
Other items of Income							-	
Other income	14	-	14	n.m	29	303	(274)	<100%
Other items of Expense							-	
Administrative expenses	(353)	(223)	(130)	>100%	(806)	(438)	(368)	>100%
Finance costs	(122)	(4)	(118)	>100%	(199)	(5)	(194)	>100%
Other expenses	(23,700)	-	(23,700)	n.m	(23,700)	(3)	(23,697)	n.m
Profit/(loss) before income tax	**(25,047)**	**(227)**	**(25,017)**	**>100%**	**(25,337)**	**51**	**(25,388)**	>100%
Profit/(loss) before tax from continuing operations	(24,494)	(30)	(24,464)	>100%	(1,414)	51	(1,465)	<100%
Profit/(loss) before tax from Discontinued operations	(553)	-	(553)	n.m	(541)	-	(541)	n.m
Profit/(loss) for the period	**(25,047)**	**(30)**	**(25,017)**	**>100%**	**(25,337)**	**51**	**(25,388)**	<100%
Other comprehensive income for the period							-	
Foreign currency translation	-	4	(4)	n.m	-	814	(814)	n.m
Total comprehensive income for the period	**(25,047)**	**(26)**	**(25,021)**	**>100%**	**(25,337)**	**865**	**(26,202)**	**<100%**
Profit/(Loss) for period attributable to:							-	
Owners of the company	(24,624)	(86)	(24,538)	<100%	(24,994)	14	(25,008)	>100%
Non-controlling interests	(423)	56	(479)	>100%	(343)	37	(380)	<100%
	(25,047)	**(30)**	**(25,017)**	**>100%**	**(25,337)**	**51**	**(25,388)**	<100%
Total Comprehensive Income for the Period attributable to:								
Owners of the company	(24,624)	(82)	(24,542)	<100%	(24,994)	828	(25,822)	>100%
Non-controlling interests	(423)	56	(479)	>100%	(343)	37	(380)	<100%
	(25,047)	**(26)**	**(25,021)**	**<100%**	**(25,337)**	**865**	**(26,202)**	<100%

n.m – not meaningful

1(a)(ii) The following items (with appropriate breakdowns and explanations), if significant, must either be included in the income statement or in the notes to the income statement for the current financial period reported on and the corresponding period of the immediately preceding financial year.

(Loss) before tax is arrived at after charging the following items:

	Unaudited 2nd Quarter Ended	
	30/06/2015	30/06/2014
	S$'000	S$'000
Depreciation of Property, Plant & Equipment	16	10

1(a)(iii) Other expenses

	2nd Quarter Ended	
	30/06/2015	30/06/2014
	S$'000	S$'000
Unrealised Exchange gain/(loss), Net	-	2
Gain/(Loss) on disposal of subsidiaries	(309)	301
Gain/(Loss) on investment	(23,379)	-
	(23,688)	303

1(b)(i) A statement of financial position together with a comparative statement for the corresponding periods of the immediately preceding year:

	Group		Company	
	Unaudited 30/6/2015 S$'000	Audited 31/12/2014 S$'000	Unaudited 30/6/2015 S$'000	Audited 31/12/2014 S$'000
Assets				
Non-Current assets				
Available-for-sale financial assets	-	35,380	-	23,380
Investment in subsidiaries	-	-	101	12,100
Property, plant and equipment	749	836	2	-
Deferred tax asset	-	3	-	-
Goodwill	-	25	-	-
	749	**36,244**	**103**	**35,480**
Current Assets				
Available-for-sale financial assets	12,000	-	12,000	-
Work in Progress	107	-	-	-
Inventories	571	-	-	-
Trade and other receivables:	1,812	2,782	3,176	2,359
Income tax receivables	-	10	-	-
Prepaid operating expenses	13	43	12	10
Cash and cash equivalents	246	169	24	63
	14,749	3,004	15,212	2,432
Total Assets	**15,498**	**39,248**	**15,315**	**37,912**
Equity and Liabilities				
Equity				
Capital and reserves attribtable to equity holders of the company				
Share capital	95,482	95,482	95,482	95,482
Other reserve	(5,200)	(5,200)	(5,200)	(5,200)
Foreign currency translation reserve	(34)	-	-	-
Accumulated (profit)/loss	(111,699)	(87,148)	(110,913)	(86,730)
	(21,451)	3,134	(20,631)	3,552
Non-controlling interest	(343)	69		
Total Equity	(21,794)	3,203	(20,631)	3,552
Current liabilities				
Loan and borrowings	-	662	-	-
Trade and other payables	35,050	35,050	551	34,079
Other liabilities	503	296	34,287	281
	35,553	36,008	34,838	34,360
Non Current liabilities				
Borrowings	1,739	39	1,109	-
Total liabilities	37,292	36,047	35,947	34,360
Total Equity and Liabilities	**15,498**	**39,250**	**15,315**	**37,912**

1(b)(ii) In relation to the aggregate amount of group's borrowings and debt securities, specify the following as at the end of the current financial period reported on with comparative figures as at the end of the immediately preceding financial year:-

Amount repayable in one year or less, or on demand

	As at 30/06/2015		As at 30/06/2014	
	Secured S$'000	Unsecured S$'000	Secured S$'000	Unsecured S$'000
Obligation under finance lease	-	-	51	-
Borrowings	409	-	27	31
	409	-	78	31

Amount repayable after one year

	As at 30/06/2015		As at 30/06/2014	
	Secured S$'000	Unsecured S$'000	Secured S$'000	Unsecured S$'000
Obligation under finance lease	-	-	39	-
Borrowings	1,330	-	-	-
	1,330	-	39	-

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.

	Unaudited 2nd Quarter Ended 30/6/2015 S$'000	30/6/2014 S$'000
Cash Flows from Operating Activities		
Profit before tax for continuing operations	(24,794)	51
Loss before tax for discontinued operations	(553)	-
	(25,347)	51
Adjustments for:		
Depreciation of property, plant and equipment	26	35
Gain on disposal of subsidiaries	-	(301)
Finance costs	-	5
Unrealised exchange gain	-	(2)
Translation Reserve	(14)	-
Loss on disposal od PPE	11	-
Impairment of Investment	23,380	-
Deferred tax liability	3	-
Provision for Tax	10	-
Operating cash flows before changes in working capital	(1,932)	(212)
Changes in working capital:		
Decrease (increase) in gross amount due to customer for contract work-in-progress	(557)	(136)
Decrease (increase) in Inventories	(571)	-
Decrease (increase) in trade and other receivables	1,076	1,692
Decrease (increase) in prepaid operating expenses	164	(73)
Increase (decrease) in trade and other payables	1,385	(901)
Increase (decrease) in other liabilities	(449)	(258)
Cash flows from/(used in)operations	(884)	112
Interest paid	(122)	(5)
Income taxes paid		
Net cash flows from operating activities	(1,006)	107
INVESTING ACTIVITIES		
Net cash inflow on disposal of subsidiaries		
Purchase of property, plant and equipment	(50)	(58)
Disposal of subsidiaries, net of cash disposal	(100)	
Net cash out flow on acquisition of a subsidiary		(114)
Investment in available-for-sale financial assets	-	
Net cash flows used in investing activities	(150)	(172)
Cash flows from Financing Activities		
Proceeds of non-trade amount due to directors	-	-
Proceeds of non-trade amount due to shareholders	-	-
Proceeds from loans and borrowings	1,137	34
Repayment of loans and borrowings	(59)	(21)
Repayment of bank overdraft	-	(47)
Acquisition of non-controlling interest	-	-
Net cash flows (used in)/from financing activities	1,078	(34)
Net increase in cash and cash equivalents	77	(99)
Cash and cash equivalents at beginning of period	169	212
Cash and cash equivalents at end of period	246	113

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 capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Attributable to owners of the parent							
Unaudited 2015 - Group	**Share capital S$'000**	**Reserve funds S$'000**	**Other Reserve S$'000**	**Translation Reserve S$'000**	**Accumulated profit/(loss) S$'000**	**Attributsble to Owners of the parent S$'000**	**Non-controlling interests S$'000**	**Total Equity S$'000**
At 1 January 2015	***95,482***	***-***	***(5,200)***	***(2)***	***(87,148)***	***3,132***	***69***	***3,201***
Profit/(loss) for the period					(24,994)	(24,994)	(412)	***(25,406)***
Other comprehensive income								
Foreign currency translation reserve, representing total comprehensive income for the period	-	-	-	(32)	-	(32)		(32)
Total comprehensive income for the period	-	-	-	(32)	(24,994)	(25,026)	(412)	(25,438)
Contributions by and distributions to owners of the parent								
Disposal of subsidiaries	-	-	-	-	443	443	-	443
Issuance of ordinary shares	-	-	-	-		-		-
Total transactions with owners in their capacity as owners of the parent					443	443	-	443
Additional non-controlling interest arising on investment of subsidiary	-	-	-	-	-	-	-	-
At 30 June 2015	***95,482***	***-***	***(5,200)***	***(34)***	***(111,699)***	***(21,451)***	***(343)***	***(21,794)***

	Attributable to owners of the parent							
Audited 2014 - Group	**Share capital S$'000**	**Reserve funds S$'000**	**Other Reserve S$'000**	**Translation Reserve S$'000**	**Accumulated profit/(loss) S$'000**	**Attributsble to Owners of the parent S$'000**	**Non-controlling interests S$'000**	**Total Equity S$'000**
At 1 January 2014	***95,482***	-	-	3,764	(89,300)	***9,946***	***-***	***9,946***
Loss for the year	-	-	-		14	14	37	***51***
Other comprehensive income								
Foreign exchange translation loss	-	-	-	814		814	-	***814***
Total comprehensive income for the year	-	-	-	814	14	828	37	865
Disposal of subsidiaries	-	-	-	-	(1,106)	(1,106)	-	(1,106)
Capital reserve arising on the acquisition of Elite Bay	-	367	-		-	367		367
Additional non-controlling interest arising on acquisition of subsidiary	-	-	-	-	-	-	76	76
At 30 June 2014	***95,482***	***367***	***-***	***4,578***	***(90,392)***	***10,035***	***113***	***10,148***

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 capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year. (cont'd)

Unaudited 2015 - Company	Share capital S$'000	Reserve funds S$'000	Other reserve S$'000	Foreign currency translation reserve S$'000	Accumulated profit/(loss) S$'000	Total S$'000
Balance at 1 January 2015	***95,482***	***(5,200)***	***-***	***-***	***(86,730)***	***3,552***
Profit/(loss) for the period					(24,184)	(24,184)
Other comprehensive income						
Foreign currency translation reserve	-	-	-		-	-
Total comprehensive income for the period	-	-	-	-	(24,184)	(24,184)
Balance at 30 June 2015	***95,482***	***(5,200)***	***-***		***(110,913)***	***(20,631)***

Audited 2014 - Company	Share capital S$'000	Reserve funds S$'000	Other reserve S$'000	Foreign currency translation reserve S$'000	Accumulated profit/(loss) S$'000	Total S$'000
Balance at 1 January 2014	*95,482*	-	-	-	(95,537)	*(55)*
Profit/(loss) for the period	-	-	-	-	9,727	9,727
Other comprehensive income	-	-	-	-	9,727	9,727
Balance at 30 June 2014	***95,482***	***-***	***-***	***-***	***(85,810)***	***9,672***

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. 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.

Details of ordinary share capital movements are as shown below:

As at 30/06/2015		As at 30/06/2014	
No of shares	**S$**	**No of shares**	**S$**
1,316,763,799	95,481,587	1,316,763,799	95,481,587

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.

Company	**30/06/2015**	**30/06/2014**
Total number of issued shares	1,316,763,799	1,316,763,799

There are no treasury shares as at the end of the current financial year and as at the end of the immediately preceding year.

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 or reviewed by the auditors.

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 same accounting policies and methods of computation adopted in the most recently audited financial statements for the financial year ended 31 December 2014 have been applied in the preparation for the financial statements for the financial year ended 30 June 2015 except that the Group has adopted the new and revised Financial Reporting Standards (FRS) and interpretations of FRS (INT FRS) which became effective for annual period beginning on 1 January 2015 or otherwise stated.

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 adoption of the new and revised FRS and INT FRS does not have any material financial impact on the Group's and Company's financial statements for the current year.

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. (a) Based on the weighted average number of ordinary shares on issue; and (b) On a fully diluted basis (detailing any adjustments made to the earnings).

	2nd Quarter Ended	
	30/6/2015	30/6/2014
	SGD (cents)	SGD (cents)
Profit per share		
Basic	-*	-*
Diluted	-*	-*

The basic and diluted EPS is computed using loss attributable to shareholders in the relevant periods over the weighted average number of shares as shown below:

	No of Shares	No of Shares
Basic	1,316,763,799	1,316,763,799
Diluted	1,316,763,799	1,316,763,799

*Less than SGD 0.01 cents

Net asset value per ordinary share of the Group was calculated based on the share capital of 1,316,763,799 (FY2014：1,316,763,799) shares.

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	
	30/6/2015 SGD (cents)	31/12/2014 SGD (cents)	30/6/2015 SGD (cents)	31/12/2014 SGD (cents)
Net asset value per ordinary shares	0.01	0.01	0.01	0.01

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 OF INCOME STATEMENT

The Group reported a net loss of S$25.34 million for the period ended 30 June 2015. An analysis of the statement of comprehensive income is as follows:

Revenue

The Group's total revenue of S$0.476 million for the quarter ended 30 June 2015, decreased 58.1% compared to the Prior Corresponding Period ("PCP") (30 June 2014: S$1.137million). The decrease in revenue was due to the following reasons:

- Significant changes in the Group's operational structures - the winding up of both China and Malaysian business units in the last 12 months.
- An over recognition of revenue for FY 2014 by the Group's subsidiary Elite Bay's Construction ("Elite Bay") amounting to S$0.335 million, primarily because of invoicing discrepancies. The over recognition of revenue was adjusted by the Group this quarter.

The Group's subsidiary Magnum Modular Power Generation Pte Ltd ("MMPGPL"), which is a joint venture with Primeforth Renewable Energy Ltd, received approval from Korea Power Exchange to commerce operation at the first of its two Micro Power Plants ("MPP") (referred to as MPP 1 and MPP 2) on 17 June 2015. Since the rollout of its operation, MPP 1 has started generating revenue for the Group, even through the initial testing cycle (ending 30 August 2015). However, due to the MERS outbreak in South Korea, the sales performance of MPP 1 was not up to the Group's initial expectations. But the Group is confident that MMPGPL financial performance will pick up with the addition of MPP 2 in 3Q2015. Additionally, the Group will be endeavoring to seek further funding options, as break-even profitability for fixed and variable overheads requires the implementation of 5 (five) MPP.

Cost of Sales

Total costs of sales of S$1.36 million for the quarter ended 30 June 2015 were increased by 44.9% compared to the PCP (30 June 2014: S$0.94 million). The primary reasons for the variance between 2Q2015 and 2Q2014 are:

- Commencement in operations of the Group's new joint venture (MMPGPL). MMPGPL has incurred auxiliary setup costs in South Korea - custom clearance tax, logistics costs, handling fees and inventories for the creation of MPP 1 in Pohang amounting to S$0.15 million.
- Elite Bay for under provision of cost S$0.036 million in FY 2014 and S$0.165 million in 1Q2015

Other Income

The Group reported a nominal income of S$0.014million of recuperation of expenses paid by Elite Bay on behalf of their sub contractors.

Operating Expenses

Total operating expenses of S$0.35 million for the 2Q 2015 were increased by 62.8% when compared to the PCP (30 June 2014: S$0.22million). Furthermore, there was a significant increase in administrative expenses due to staff costs for new hires for the MPP's and also the setup expenses, which include rental and professional fees.

Finance Cost

Interest and other finance costs were S$0.122 million for the 2Q 2015. It comprised of interest expenses incurred by the Group's short term borrowing arrangements.

Other Expenses

The Group experienced two significant changes to its business in 2Q2015:

- The disposal of Malaysian construction asset Elite Bay. The Company faced frequent challenges in receiving financial information from the subsidiary that would meet Singaporean listed reporting codes, after repeated attempts to streamline processes. Additionally, there was a depleting access to new construction projects in Malaysia, with reducing margins due to competition.
- A recent dilution process by the majority shareholders in Renaissance Enterprises S.A.("Renaissance"), has effectively caused an impairment loss of S$23.27 million, resulting in the board approving a total net loss through write down. The Group has had its 19.9% position relegated to 0.3%. The Group has sought legal advice and is awaiting further feedback from Renaissance management; the outcome of this investigation may lead to litigation.

REVIEW OF STATEMENT OF FINANCIAL POSITION

Property, Plant and Equipment

All items of property, plant and equipment are initially recorded at cost, subsequently measured at cost less accumulated depreciation.

The amounts recognized in the statement of financial position were determined as follows:

Group	Carrying Value as at 1 January 2015 S$ '000	Depreciation during the period S$ '000	Carrying Value as at 30 June 2015 S$ '000
Leasehold Improvements	34	(4)	31
Plants and Equipment	787	(12)	688
Office and Computer Equipment	34	(3)	30
Total	**836**	**(19)**	**749**

Current assets

Available-for-sale financial asset

The Group had invested in Ardilaun Energy Limited ("Ardilaun") whose principal activities are those of oil and gas exploration and development in Irish territories and internationally. The above investment made up the Group's available-for-sale financial assets amounting to S$12.0 million. The Group has recently engaged a consultant to source for potential buyers for Ardilaun.

Work in Progress

The Group is still in progress with the continued long-term MPP rollout plan in South Korea, currently speaking to potential funders on multiple private equity and fixed loan scenarios. Currently, MPP 2 is undergoing construction and targeted to be completed by the end of 3Q2015. To date, the construction cost incurred by the Group is S$0.107 million.

Inventories

The Group's total inventories available amounts to S$0.571 million. This is solely made up of crude oil which is the raw material required by MPP 1 to generate electricity.

Trade and other Receivables

Trade and other receivable at the Group level decreased from S$2.78 million as at 31 December 2014 to S$1.81 million in 2Q2015. This is due to decrease in amounts due from trade debtors.

Current liabilities

Other Liabilities

The Group's current liabilities as at 2Q2015 is S$0.503 million (31 December 2014: S$0.296 million) comprises predominantly of accruals of regular operating expenses and loan interest to be paid to external parties.

Borrowings

The Group's borrowings finalised at 30 June 2015 sit at S$1.74 million. The Group has taken several short-term borrowings over 1Q/2Q2015, to fund its obligations to the joint venture with Primeforth Renewable Energy Ltd and construction 2 (two) MPP in South Korea. The borrowings have been raised from shareholders, the JV partner in MMPGPL and non-banking institutions.

REVIEW OF STATEMENT OF CASH FLOW

The Group reported a net increase in cash and cash equivalents of S$0.77million in 2Q2015, which was comprised of the following factors:

- The Group generated a deficit cash flow of S$1.15 million, with its commencement of operating activities at MPP 1.
- Net cash used in was S$0.015million in 2Q2015. The decrease in cash was due mainly to purchasing of a storage container for Crude Palm Oil inventory used in the Group's MPP 1. Furthermore, an additional increase is also attributable to the disposal of subsidiary, Elite Bay. The disposal was completed on 30 June 2015 and ceased to be a subsidiary of the Group.
- The Group reported net cash inflow of S$1.13 million from financing activities in 2Q2015. This is due to the various short-term loans the Group has undertaken during the quarter.

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

No forecast or prospect statement has been previously disclosed to shareholders

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.

Recent Developments

As part of the strategy to diversify and expand its business base, the recent developments undertaken by the Group are as follows:

- The Group's MPP 1, in conjunction with joint venture partner, Primeforth Renewable Energy Ltd, has started operations on 17 June 2015, gradually ramping up to full operation in early 3Q2015. MPP 2 is currently under construction, with deposit being paid on the next phase generators.
- MERS outbreak in South Korea has come under control in recent months. No travel and trade restrictions had been implemented by World Health Organisation.

The Company will update the shareholders when there are further developments.

11 If a decision regarding dividend has been made:-

(a) Whether an interim (final) ordinary dividend has been declared (recommended); and

None.

(b) (i) Amount per share
(ii) Previous corresponding period

Not applicable.

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).

Not applicable.

(d) The date the dividend is payable

Not applicable.

(e) The date on which Registered Transfers received by the company (up to 5.00 pm) will be registered before entitlements to the dividend are determined.

Not applicable.

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

No dividend has been declared or recommended for the year ended 31 December 2014

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.

There were no IPTs during the period under review.

14 Use of proceeds from placement

Announcement was made on 30 March 2015 of the proceeds raised from the proposed placement amounting to S$6.5 million are to assist in the initial MPP rollout in South Korea. The status on the use of proceeds from placement is as follows:

Use of Proceeds	Percentage Allocation (%)
Funding further construction of more micro power plants	Approximately 25% to 40%
Implementation of personnel strategy	Approximately 15% to 25%
General Working Capital	Approximately 35% to 60%

The Company will make further announcement when the placement of shares is completed and the proceeds from the placement are materially disbursed.

15 Negative confirmation pursuant to Rule 705(5)

The Directors confirm that, to the best of our knowledge, nothing has come to the attention of the Board of Directors of the Company which may render these unaudited interim financial results for the quarter ended 30 June 2015 to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

Drew Ethan Madacsi
Executive Director
12 August 2015