

Full Year Financial Statement For The Year Ended 31 December 2014

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) together with a comparative statement for the corresponding period of the immediately preceding financial year**

GROUP INCOME STATEMENT for the year ended 31 December 2014

	Group		
	2014	2013	Change
	S\$'000	S\$'000	%
Revenue	355,788	472,469	(25)
Other operating income	24,788	5,507	350
Changes in inventories of finished goods and work-in-progress	(25,493)	2,880	n.m.
Raw material and consumables used	(195,566)	(284,619)	(31)
Impairment losses	(22,223)	(24,148)	(8)
Employee benefits expenses	(107,317)	(118,104)	(9)
Depreciation and amortisation expense	(17,089)	(21,963)	(22)
Other operating expenses	(95,640)	(100,679)	(5)
Share of (loss) / profit of associate	(83)	29	n.m.
Finance costs	(8,287)	(7,226)	15
Loss before income tax	(91,122)	(75,854)	20
Income tax	(487)	(4,952)	(90)
Loss for the year	(91,609)	(80,806)	13
Loss for the year attributable to:			
Equity holders of the Company	(78,955)	(75,221)	5
Non-controlling interests	(12,654)	(5,585)	127
Total	(91,609)	(80,806)	13

n.m. - not meaningful

Statement of Comprehensive Income for the year ended 31 December 2014

	Group		
	2014	2013	Change
	S\$'000	S\$'000	%
Loss for the year	(91,609)	(80,806)	13
Other comprehensive loss :			
Items that may be reclassified subsequently to profit or loss			
Exchange realignment of foreign entities:			
Exchange realignment arising during the year	(5,414)	9,450	n.m.
Reclassification adjustments relating to the net assets of foreign operations disposed of in the year	1,313	-	-
	(4,101)	9,450	n.m.
Total comprehensive loss for the year	(95,710)	(71,356)	34
Total comprehensive loss attributable to:			
Equity holders of the Company	(83,647)	(67,921)	23
Non-controlling interests	(12,063)	(3,435)	251
Total	(95,710)	(71,356)	34

Notes:

(I) Revenue

	Group		
	2014	2013	Change
	S\$'000	S\$'000	%
Sale of goods	352,284	468,869	(25)
Interest income	1,528	1,784	(14)
Dividend income from available-for-sale investments	1,976	1,816	9
Total	355,788	472,469	(25)

(II) Loss for the year is arrived at after crediting /(charging) the following:

	Group		
	2014	2013	Change
	S\$'000	S\$'000	%
Impairment loss on assets held for sale	(8)	-	-
Impairment loss on property, plant and equipment	(21,440)	(23,575)	(9)
Impairment loss on available-for-sale investments	(775)	(573)	35
Allowance for inventories obsolescence, net	(9,245)	(4,796)	93
Depreciation expense	(16,760)	(21,637)	(23)
Amortisation of land use right	(329)	(326)	1
Interest expense	(8,287)	(7,226)	15
Allowances for doubtful debts - Trade receivables	(217)	(233)	(7)
Allowances for doubtful debts - Non-trade debts	(545)	(1,551)	(65)
Net foreign exchange loss	(2,546)	(1,169)	118
Gain on disposal of subsidiaries	17,866	-	-
Gain on winding up of subsidiaries	954	-	-
Gain on disposal of available-for-sale investments	635	-	-
Gain on disposal of assets held for sale	821	-	-
Gain on disposal of land use rights	-	1,995	(100)
Gain on disposal of property, plant and equipment	994	43	2,212

n.m. - not meaningful

1 (b)(i)

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

STATEMENTS OF FINANCIAL POSITION as at 31 December 2014

	Group		Company	
	2014	2013	2014	2013
	S\$'000	S\$'000	S\$'000	S\$'000
ASSETS				
Current assets:				
Cash and bank balances	35,988	63,207	205	153
Trade receivables	81,538	174,652	-	-
Other receivables, deposits and prepayments	33,970	13,072	60,263	54,807
Inventories	60,603	103,531	-	-
Non-current assets classified as held for sale	23,407	2,049	-	1,409
Total current assets	235,506	356,511	60,468	56,369
Non-current assets:				
Associate	1,580	1,636	1,089	1,069
Subsidiaries	-	-	116,191	132,254
Available-for-sale investments	26,341	30,458	25,272	25,386
Deferred tax assets	-	535	-	-
Land use rights	7,729	12,966	-	-
Property, plant and equipment	61,739	133,258	-	-
Total non-current assets	97,389	178,853	142,552	158,709
Total assets	332,895	535,364	203,020	215,078
LIABILITIES AND EQUITY				
Current liabilities:				
Trade payables	82,143	136,456	-	-
Other payables and accruals	45,182	47,713	2,629	2,385
Borrowings	102,093	155,751	-	-
Income tax payable	1,238	1,212	-	2
Total current liabilities	230,656	341,132	2,629	2,387
Non-current liability:				
Borrowings	81,722	78,557	51,461	49,347
Capital, reserves and non-controlling interests:				
Share capital	151,097	151,097	151,097	151,097
Capital reserve	54,772	54,772	-	-
Translation reserves	(6,566)	(1,874)	(372)	(2,828)
Legal reserves	34,896	34,843	-	-
Accumulated (losses) / profits	(229,914)	(150,906)	(1,795)	15,075
Equity attributable to owners of the Company	4,285	87,932	148,930	163,344
Non-controlling interests	16,232	27,743	-	-
Total equity	20,517	115,675	148,930	163,344
Total liabilities and equity	332,895	535,364	203,020	215,078

1 (b)(ii)

Aggregate amount of group's borrowings and debt securities

Amount repayable in one year or less , or on demand

As at 31-12-2014		As at 31-12-2013	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
(a) 30,267	25,591	(a) 37,177	71,758
(b) 46,235	-	(b) 46,816	-
Total 76,502	25,591	Total 83,993	71,758

Amount repayable after one year

As at 31-12-2014		As at 31-12-2013	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
(b) 66,050	15,672	(b) 63,265	15,292

(a) The short term loans are secured by subsidiaries' land use rights, buildings and pledged of trade receivables.

(b) A charge over all of the Group's present shares in:

- (i) Smart Idea Holdings Limited ("SIHL"), representing 16.84% of the issued share capital of SIHL; and
- (ii) Indeed Holdings Limited ("IHL"), representing 51% of the issued share capital of IHL

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

for the year ended 31 December 2014

	Group	
	2014	2013
	S\$'000	S\$'000
Operating activities		
Loss before income tax	(91,122)	(75,854)
Adjustments for:		
Share of results of associates	83	(29)
Impairment loss on asset held for sale	8	-
Impairment loss on available-for-sale investments	775	573
Impairment loss on property, plant and equipment	21,440	23,575
Amortisation of land use right	329	326
Depreciation expense	16,760	21,637
Gain on disposal of asset held for sale	(821)	-
Gain on disposal of available-for-sale investments	(635)	-
Gain on disposal of property, plant and equipment	(994)	(43)
Gain on disposal of subsidiaries	(17,866)	-
Gain on winding up of subsidiaries	(954)	-
Gain on disposal of land use rights	-	(1,995)
Allowance for doubtful trade debts	217	233
Allowance for doubtful non-trade debts	545	1,551
Allowance for inventories obsolescence	9,245	4,796
Interest expense	8,287	7,226
Dividend income	(1,976)	(1,816)
Interest income	(1,528)	(1,784)
Operating cash flows before movements in working capital	(58,207)	(21,604)
Trade receivables	78,523	(36,858)
Other receivables and prepaid expenses	(7,714)	(995)
Inventories	29,166	(11,342)
Trade payables	(34,601)	34,738
Other payables	3,628	6,650
Cash generated from / (used in) operations	10,795	(29,411)
Income tax paid	26	(534)
Interest paid	(8,287)	(6,977)
Interest received	1,528	1,784
Net cash generated from / (used in) operating activities	4,062	(35,138)
Investing activities		
Additions to property, plant and equipment	(9,802)	(14,141)
Proceeds from disposal of asset held for sale	2,288	-
Proceeds from disposal of available-for-sale investments	4,624	-
Proceeds from disposal of property, plant and equipment	10,586	133
Proceeds from disposal of subsidiaries, net	14,791	-
Proceeds from disposal of land use rights	-	2,334
Acquisition of additional interests in a subsidiary from non-controlling interest	-	(7,696)
Dividend income received	1,976	1,816
Net cash from / (used in) investing activities	24,463	(17,554)
Financing activities		
Proceeds from short-term bank loans	123,290	209,030
Repayment of short-term bank loans	(184,988)	(205,543)
Proceeds from other loans payable	5,728	21,611
Restricted cash	(4,817)	(7,619)
Contribution from non-controlling interest	-	3,276
Dividends paid to non-controlling interests	-	(2,089)
Net cash (used in) / from financing activities	(60,787)	18,666
Net decrease in cash and cash equivalents	(32,262)	(34,026)
Cash and cash equivalents at beginning of financial year	54,137	87,670
Effects of exchange rate changes on the balance of cash held in foreign currencies	226	493
Cash and cash equivalents at end of financial year (Note 1)	22,101	54,137
Note 1:		
Cash and bank balances	35,988	63,207
Less: Restricted cash	(13,887)	(9,070)
Cash and cash equivalents per statement of cash flows	22,101	54,137

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

STATEMENTS OF CHANGES IN EQUITY for the year ended 31 December 2014

Group	Share capital	Capital reserve	Translation reserves	Legal reserves	Accumulated losses	Attributable to owners of the Company	Non-controlling interests	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 1 January 2014	151,097	54,772	(1,874)	34,843	(150,906)	87,932	27,743	115,675
Total comprehensive loss for the year	-	-	(4,692)	-	(78,955)	(83,647)	(12,063)	(95,710)
Transfer from accumulated losses	-	-	-	53	(53)	-	-	-
Contribution from non-controlling interest	-	-	-	-	-	-	984	984
Disposal of subsidiary	-	-	-	-	-	-	(432)	(432)
Balance at 31 December 2014	151,097	54,772	(6,566)	34,896	(229,914)	4,285	16,232	20,517

Group	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 1 January 2013	151,097	54,955	(9,174)	34,217	(75,059)	156,036	37,170	193,206
Total comprehensive loss for the year	-	-	7,300	-	(75,221)	(67,921)	(3,435)	(71,356)
Transfer from accumulated losses	-	-	-	626	(626)	-	-	-
Non-controlling interest arising from incorporation of a subsidiary	-	-	-	-	-	-	3,276	3,276
Dividends paid to non-controlling interest	-	-	-	-	-	-	(2,089)	(2,089)
Effects of acquiring non-controlling interests in a subsidiary	-	(183)	-	-	-	(183)	(7,179)	(7,362)
Balance at 31 December 2013	151,097	54,772	(1,874)	34,843	(150,906)	87,932	27,743	115,675

Company	Share capital	Translation reserves	Accumulated profits / (losses)	Total
	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 1 January 2014	151,097	(2,828)	15,075	163,344
Total comprehensive loss for the year	-	2,456	(16,870)	(14,414)
Balance at 31 December 2014	151,097	(372)	(1,795)	148,930

Company	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 1 January 2013	151,097	(13,039)	14,502	152,560
Total comprehensive income for the year	-	10,211	573	10,784
Balance at 31 December 2013	151,097	(2,828)	15,075	163,344

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year

There were no changes in the Company's share capital since the end of the previous period reported on
There were no outstanding convertible securities and employees' share options as at 31 December 2014 and 2013

As at 31 December 2014 and 2013, no shares were being held as treasury shares

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 as at 31 December 2014 and 2013 is 400,000,000 shares

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 Company's auditors

3 Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter)

Not applicable

4 Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied

The same accounting policies and methods of computation have been applied in the financial statements as compared with the most recent audited annual financial statements

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

NIL

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

Loss per ordinary share for the financial year based on net loss attributable to the shareholders

	Group	
	2014	2013
(i) Based on the weighted average number of ordinary shares on issue; and	(19.74) cts	(18.81) cts
(ii) On a fully diluted basis	(19.74) cts	(18.81) cts

Notes:

(a) The loss per ordinary share for the financial year ended 31 December 2014 is calculated based on 400,000,000 (31 December 2013 : 400,000,000) ordinary shares issued.

(b) As at end of December 2014 and 2013, there were no outstanding employees' share options

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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		
	2014	2013	Change	2014	2013	Change
	cents	cents	%	cents	cents	%
Net asset value per ordinary share based on existing issued share capital as at the end of the period reported on	1.07	21.98	(95)	37.23	40.84	(9)

Note:

The net asset value per ordinary share for the financial year ended 31 December 2014 is calculated based on the issued share capital of 400,000,000 shares (31 December 2013: 400,000,000 shares)

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

Full Year ended 31 December 2014 ("FY2014")

Revenue

For the financial year ended 31 December 2014 ("FY2014"), the Group revenue decreased sharply by 25% to S\$355.8 million compared to S\$472.5 million in FY2013. The decline in revenue was mainly due to the closure of various loss making subsidiaries and the stiff competition in the PC industry in the light of persistent decline in PC shipments.

Other operating income

Other operating income increased by 350% from S\$5.5 million in FY2013 to S\$24.8 million in FY2014 mainly due to gain on disposal of assets and subsidiaries amounting to approximately S\$21.3 million.

Raw material and consumables used

Changes in inventories of finished goods and work-in-progress

Cost of inventories was lower from S\$281.7 million in FY2013 to S\$221.1 million in FY2014. The decrease was mainly due to lower production volume arising from the lower revenue.

Impairment losses

At the end of 2014, the Group after review of its assets provided for impairment losses of S\$22.2 million as follows:

- i. An impairment charge of S\$21.4 million for property, plant and equipment. This was made in view of the continued operating losses of some of the subsidiaries and lower utilization rates for the machineries and equipment; and
- ii. An impairment charge of S\$0.8 million for available-for-sale investments. This was made to reflect the recoverability of these investments based on their net tangible asset.

Employee benefits expenses

Employee benefits expenses decreased by 9% from S\$118.1 million in FY2013 to S\$107.3 million in FY2014 mainly due to reduced headcounts following various cost cutting measures.

Depreciation and amortisation expense

Depreciation and amortisation expenses decreased by 22% from S\$22.0 million in FY2013 to S\$17.1 million in FY2014 in line with the lower carrying value of the relevant assets.

Other operating expenses

Other operating expenses were lower by 5% from S\$100.7 million in FY2013 to S\$95.6 million in FY2014. In line with lower revenue, selling and distribution costs and manufacturing overheads were lower.

Finance costs

Finance costs increased by 15% from S\$7.2 million in FY2013 to S\$8.3 million in FY2014 mainly due to the increased interest rates on bank borrowings.

Income Tax

The Group reported an income tax of S\$0.5 million. The tax was primarily a result of the reversal of deferred tax assets.

Group Net Loss

As a result of the above, the Group loss attributable to equity holders of the company amounted to S\$79.0 million in FY2014 compared to S\$75.2 million in FY2013.

Review of Balance Sheet

The Group current assets were S\$235.5 million as at 31 December 2014 compared to S\$356.5 million as at 31 December 2013. The decline of S\$121.0 million was largely due to the following:

- i. Cash and bank balances decreased from S\$63.2 million as at 31 December 2013 to S\$36.0 million as at 31 December 2014 mainly due to repayment of short term bank loans.
- ii. Trade receivable decreased from S\$174.7 million as at 31 December 2013 to S\$81.5 million as at 31 December 2014 mainly due to lower sales generated and active efforts by management in debts collection.
- iii. Inventories declined from S\$103.5 million as at 31 December 2013 to S\$60.6 million as at 31 December 2014 due to lower inventory holdings in line with the reduced revenue.

The Group current liabilities were S\$230.7 million as at 31 December 2014 compared to S\$341.1 million as at 31 December 2013. The decline was largely due to the following:

- i. Trade payable decreased from S\$136.5 million as at 31 December 2013 to S\$82.1 million as at 31 December 2014 due to lower purchases of inventories.
- ii. Borrowings declined from S\$155.8 million as at 31 December 2013 to S\$102.1 million as at 31 December 2014. The decrease was mainly due to the repayment of short-term bank borrowings.

Review of Cash Flow Statement

The Group generated S\$4.1 million of net cash inflow from operating activities in FY2014 compared to net cash outflow used in operating activities of S\$35.1 million in FY2013 mainly due to better cashflow generated from trade receivable and inventories affected by trade payable.

Net cash from investing activities of S\$24.5 million in FY2014 was due mainly to the proceeds from disposal of assets and subsidiaries amounting to S\$32.3 million which was offset by additions to property, plant and equipment amounting to S\$9.8 million.

Net cash used in financing activities of S\$60.8 million in FY2014 was mainly attributed to the repayment of short-term bank loans.

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

There were no forecast or prospect statement disclosed to shareholders previously.

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 Group has implemented various major restructuring exercises in FY2014. In the process of the restructuring the Management has halted operations of Shanghai Indeed Electronic Technology Co., Ltd, and Shandong Dong Hsin Electronics Co., Ltd, as well as closing down the mould division in Shanghai Heisei Electronics Co., Ltd.

The disposal of some of its assets and subsidiaries was necessary in order to improve working capital and reduce bank borrowings. Consequently, the Group has also reduced its manpower headcount by 39% from 11,391 in January 2014 to 6,892 in December 2014.

Going forward, The Group will continue with restructuring efforts in order to turnaround and improve its performance.

- 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**
 No dividend has been declared/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 are no recurrent interested person transactions in the current year
 The Company does not have any interested person transaction mandate
- 14 **Negative confirmation pursuant to Rule 705(5).**
 Not required for announcement on full year results

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

15 **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**

(A). Segment revenues and results

2014	Wire, cable and related components	Mould, moulded plastics products and finished product assembly	Others	Total
	S\$'000	S\$'000	S\$'000	S\$'000
REVENUE				
External sales	27,210	325,074	3,504	355,788
RESULTS				
Segment result	(852)	(109,852)	-	(110,704)
Unallocated corporate expenses				(340)
Dividend income	-	-	1,976	1,976
Interest income	-	-	1,528	1,528
Other operating income	-	24,788	-	24,788
Finance costs	-	(8,287)	-	(8,287)
Share of results of associates				(83)
LOSS BEFORE INCOME TAX				(91,122)
Income tax				(487)
LOSS FOR THE YEAR				(91,609)
OTHER INFORMATION				
Allowance for doubtful trade receivables	-	217	-	217
Allowance for doubtful non-trade receivables	8	537	-	545
Allowance of inventories obsolescence	104	9,141	-	9,245
Capital additions	108	7,690	-	7,798
Unallocated capital additions				2,592
Total capital additions				10,390
Depreciation and amortisation	173	16,705	-	16,878
Unallocated depreciation and amortisation				211
Total depreciation and amortisation				17,089
Impairment allowance on:				
Assets held for sale	-	-	8	8
Available-for-sale investments	-	-	775	775
Property, plant and equipment	97	21,343	-	21,440
Total impairment allowance				22,223
Assets				
Segment assets	18,301	262,872	-	281,173
Investment in associates				1,580
Available-for-sale investments	-	-	26,341	26,341
Non-current assets classified as held for sale				23,407
Unallocated corporate assets				394
Consolidated total assets				332,895
Liabilities				
Segment liabilities	4,039	305,011	-	309,050
Unallocated corporate liabilities				2,090
Income tax payable				1,238
Consolidated total liabilities				312,378

<u>2013</u>	Wire, cable and related components	Mould, moulded plastics products and finished product assembly	Others	Total
	S\$'000	S\$'000	S\$'000	S\$'000
REVENUE				
External sales	18,199	450,670	3,600	472,469
RESULTS				
Segment result	(4,023)	(73,594)	-	(77,617)
Unallocated corporate expenses				(147)
Dividend income	-	-	1,816	1,816
Interest income	-	-	1,784	1,784
Other operating income	-	5,507	-	5,507
Finance costs	-	(7,226)	-	(7,226)
Share of results of associates				29
LOSS BEFORE INCOME TAX				(75,854)
Income tax				(4,952)
LOSS FOR THE YEAR				<u>(80,806)</u>
OTHER INFORMATION				
Allowance for doubtful trade receivables	-	233	-	233
Allowance for doubtful non-trade receivables	-	1,551	-	1,551
Allowance of inventories obsolescence	148	4,648	-	4,796
Capital additions	9	9,888	-	9,897
Unallocated capital additions				4,244
Total capital additions				<u>14,141</u>
Depreciation and amortisation	329	21,567	-	21,896
Unallocated depreciation and amortisation				67
Total depreciation and amortisation				<u>21,963</u>
Impairment allowance on:				
Available-for-sale investments	-	-	573	573
Property, plant and equipment	1,904	21,671	-	23,575
Total impairment allowance				<u>24,148</u>
<u>Assets</u>				
Segment assets	15,043	479,389	-	494,432
Investment in associates				1,636
Available-for-sale investments	-	-	30,458	30,458
Non-current assets classified as held for sale				2,049
Unallocated corporate assets				6,789
Consolidated total assets				<u>535,364</u>
<u>Liabilities</u>				
Segment liabilities	3,945	413,713	-	417,658
Unallocated corporate liabilities				819
Income tax payable				1,212
Consolidated total liabilities				<u>419,689</u>

(B). Geographical information

	Group	
	Non-current assets	
	<u>2014</u>	<u>2013</u>
	S\$'000	S\$'000
People's Republic of China	68,646	145,799
Republic of China	220	308
Malaysia	602	652
Total	<u>69,468</u>	<u>146,759</u>

The majority of the Group's products are supplied to Original Equipment Manufacturers ("OEM") and Original Design Manufacturers ("ODM"). Sales invoices are sent to centralised purchasing offices or purchasing agents of these OEMs and ODMs. The manufacturers or principals will incorporate the Group's products into their own equipment or distribute it as accessories through their distribution network. The Group has no information of end markets of their products and is therefore unable to prepare geographical segment information on the basis of end markets of the products. The Group is of the view that analysis of sales by geographical location based on the OEMs' and ODMs' location is not meaningful and has therefore not presented this information.

(C). Information about major customers

Revenue from the major customers which accounts for 10% or more of the Group's revenue are as follows:

	Group	
	<u>2014</u>	<u>2013</u>
	S\$'000	S\$'000
Mould, moulded plastics products and finished product assembly:		
Customer 1	109,909	122,261
Customer 2	43,070	83,074
Customer 3	<u>34,655</u>	<u>57,732</u>

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

Please refer to Paragraph 8

17 A breakdown of sales

	Group		
	2014	2013	Change
	S\$'000	S\$'000	%
Sales reported for first half year	195,289	215,059	(9)
Operating loss after tax before deducting non-controlling interests reported for first half year	(33,842)	(19,687)	72
Sales reported for second half year	156,995	253,810	(38)
Operating loss after tax before deducting non-controlling interests reported for second half year	(57,767)	(61,119)	(5)

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

Total Annual Dividend

	2014	2013
	S\$'000	S\$'000
Ordinary	-	-
Preference	-	-
Total	-	-

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

Name (Age)	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
HUAN HSIN HOLDINGS LTD (“THE COMPANY”)			
Hsu Hung Chun (60)	*Brother of Hsu Cheng Chien (Managing Director and Substantial Shareholder)	Executive Director and Chairman of the Company since December 1995.	Nil
	*Brother-in-law of Chang Shih Hsing (Director)	Responsible for the Group’s investment policy, banking and financial issues.	
	*Uncle of Hsu Ming Hung (Director)		
	*Husband of Hsu Chang Yu Mei (Substantial Shareholder)		
	*Brother-in-law of Yang Yu Lin (Substantial Shareholder)		
Hsu Cheng Chien (58)	*Brother of Hsu Hung Chun (Director and Substantial Shareholder)	Executive Director and Managing Director of the Company since December 1995 and May 1997 respectively	Nil
	*Uncle of Hsu Ming Hung (Director)	Responsible for setting and implementing long term business objectives and strategic planning of the Group.	
	*Husband of Yang Yu Lin (Substantial Shareholder)		
	*Brother-in-law of Hsu Chang Yu Mei (Substantial Shareholder)		
Hsu Ming Hung (54)	*Nephew of Messrs Hsu Hung Chun and Hsu Cheng Chien (Directors and Substantial Shareholders)	Executive Director of the Company since May 1997 General Manager of Huan Hsin Co (M) Sdn Bhd	Nil
	*Nephew of Hsu Chang Yu Mei and Yang Yu Lin (Substantial Shareholders)	Responsible for the management of the Malaysia operations. Assist the Managing Director in implementing, reviewing and verifying the overall corporate strategy and policies of the Group.	
		Year position was first held : 1 January 2008	

Name (Age)	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Chang Shih Hsing (53)	*Brother-in-law of Hsu Hung Chun (Director and Substantial Shareholder)	Executive Director of the Company since May 1997	Nil
	* Brother of Hsu Chang Yu Mei (Substantial Shareholder)	General Manager of Shanghai Huan Hsin Electronics Co., Ltd	
		Responsible for the technical aspects of the operations, quality management and research and development.	
		Oversees employee training programs and human resource development and management.	
		Year position was first held : 1 January 2008	

SHANGHAI YI HSIN INDUSTRY CO., LTD (PRINCIPAL SUBSIDIARY)

Lu Chung Yu (48)	*Nephew of Messrs Hsu Hung Chun and Hsu Cheng Chien (Directors and Substantial Shareholders)	Deputy General Manager (Sales) – Shanghai Yi Hsin Industry Co., Ltd	Nil
	*Nephew of Hsu Chang Yu Mei and Yang Yu Lin (Substantial Shareholders)	Responsible for customer liaison and ensuring their needs and requirements are met and also working closely with the production and engineering divisions of Shanghai Yi Hsin Industry Co., Ltd.	
		Year position was first held : 1 January 2008	
Yang Yu Lin (49)	*Wife of Hsu Cheng Chien (Director and Substantial Shareholder)	Production Control Manager – Shanghai Yi Hsin Industry Co., Ltd	Nil
		Responsible for the production management and planning.	
	*Sister-in-law of Hsu Hung Chun (Director and Substantial Shareholder) and Hsu Chang Yu Mei (Substantial Shareholder)	Responsible for the overall management of resources utilisation. Monitoring and review of purchasing department's management system.	
	*Aunt of Hsu Ming Hung (Director)	Year position was first held : 1 February 2001	
Lu To Jen (51)	*Nephew of Messrs Hsu Hung Chun and Hsu Cheng Chien (Directors and Substantial Shareholders)	General Manager - Shanghai Yi Hsin Industry Co., Ltd	Nil
	*Nephew of Hsu Chang Yu Mei and Yang Yu Lin (Substantial Shareholders)	Responsible for the overall production management in Shanghai Yi Hsin Industry Co., Ltd and to assist the Managing Director of the Company in implementing, reviewing and verifying the overall corporate strategy and policies of the Group.	
		Year position was first held : 1 January 2015	

BY ORDER OF THE BOARD

Hsu Hung Chun

Chairman

Date : 27 February 2015