BONVESTS HOLDINGS LIMITED AND ITS SUBSIDIARIES
Company Registration No. 196900282M
Unaudited Financial Statements for the Period Ended 30 June 2014

Part I INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS

1(a) Income Statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Group Second Quarter Ended			Group First Half Ended		
	30/06/2014 S$'000	30/06/2013 S$'000	Increase/ (Decrease) %	30/06/2014 S$'000	30/06/2013 S$'000	Increase/ (Decrease) %
Revenue	45,475	42,303	7.5	95,223	86,957	9.5
Other income including interest income (Note 1a(i))	3,045	28,400	(89.3)	4,225	29,005	(85.4)
Changes in inventories of finished goods (Note 1a(ii))	313	2	15,550.0	(141)	(101)	39.6
Materials and consumables used (Note 1a(ii))	(4,084)	(3,189)	28.1	(7,679)	(6,675)	15.0
Employee benefit costs (Note 1a(iii))	(15,414)	(13,663)	12.8	(31,140)	(26,918)	15.7
Depreciation and amortisation expenses (Note 1a(iv))	(4,332)	(3,955)	9.5	(8,498)	(7,808)	8.8
Other operating expenses (Note 1a(i))	(17,095)	(16,674)	2.5	(33,685)	(32,915)	2.3
Profit from operations	7,908	33,224	(76.2)	18,305	41,545	(55.9)
Finance costs (Note 1a(vi))	(492)	(432)	13.9	(1,321)	(850)	55.4
Profit before taxation	7,416	32,792	(77.4)	16,984	40,695	(58.3)
Taxation (Note 1a(vii))	(1,087)	(1,477)	(26.4)	(2,891)	(2,859)	1.1
Net profit for the period	6,329	31,315	(79.8)	14,093	37,836	(62.8)
Attributable to:						
Equity holders of the Company	6,162	31,124	(80.2)	13,644	37,595	(63.7)
Non-controlling interests	167	191	(12.6)	449	241	86.3
Net profit for the period	6,329	31,315	(79.8)	14,093	37,836	(62.8)
Earnings per share						
Basic earnings per share (cents)	1.532	7.739		3.393	9.348	
Diluted earnings per share (cents)	1.532	7.739		3.393	9.348	

Statement of comprehensive income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Group Second Quarter Ended			Group First Half Ended		
	30/06/2014 S$'000	30/06/2013 S$'000	Increase/ (Decrease) %	30/06/2014 S$'000	30/06/2013 S$'000	Increase/ (Decrease) %
Net profit for the period	6,329	31,315	(79.8)	14,093	37,836	(62.8)
Other comprehensive (expense)/income :						
Items that may be reclassified subsequently to profit or loss :						
Currency translation adjustments on foreign operations	(5,126)	2,405	Nm	(5,914)	3,974	Nm
Financial assets, available-for-sale						
- Fair value gain/(loss)	141	5,458	(97.4)	(407)	7,605	Nm
Other comprehensive (expense)/income for the period, net of tax	(4,985)	7,863	Nm	(6,321)	11,579	Nm
Total comprehensive income for the period	1,344	39,178	(96.6)	7,772	49,415	(84.3)
Total comprehensive income attributable to:						
Equity holders of the Company	1,244	38,991	(96.8)	7,356	49,190	(85.0)
Non-controlling interests	100	187	(46.5)	416	225	84.9
Total comprehensive income for the period	1,344	39,178	(96.6)	7,772	49,415	(84.3)

Nm denotes Not meaningful

Explanatory Notes

Note 1a(i) Included in "Other income including interest income" and "Other operating expenses" are the following items:

	Group Second Quarter Ended		Group First Half Ended	
	30/06/2014 S$'000	30/06/2013 S$'000	30/06/2014 S$'000	30/06/2013 S$'000
after crediting (other income including interest income):				
Gross dividends from financial assets, at fair value through profit or loss	-	-	-	1
Interest income	166	124	332	237
Fair value gain on financial assets, at fair value through profit or loss	-	284	-	599
Gain on disposal of property, plant and equipment	-	98	70	125
Foreign exchange gain (Note 1a(v))	-	345	-	365
Gain on revaluation of investment properties	2,560	27,438	2,560	27,438
after debiting (other operating expenses):				
Fair value loss on financial assets, at fair value through profit or loss	133	-	278	-
Loss on disposal of property, plant and equipment	6	-	-	-
Property, plant and equipment written off	17	24	26	30
Foreign exchange loss (Note 1a(v))	293	-	443	-

Note 1a(ii) "Changes in inventories" and "Materials and consumables used" for the period ended 30 June 2014 increased in aggregate due mainly to higher revenue from the Hotel and Industrial Divisions.

Note 1a(iii) Employee benefit costs for the period ended 30 June 2014 increased due mainly to increase in wage related costs and headcount for the Industrial and Hotel Divisions.

Note 1a(iv) Depreciation and amortisation increased for the period ended 30 June 2014 due mainly to higher depreciation charges for additions of property, plant and equipment for the Industrial Division.

Note 1a(v) Foreign exchange loss for the period ended 30 June 2014 was due mainly to the weakening of the United States Dollar against the Singapore Dollar.

Note 1a(vii) Finance costs for the period ended 30 June 2014 increased due mainly to higher loan amount and increase in interest rate on bank borrowings.

Note 1a(vii) The tax charge can be analysed as follows:

	Group Second Quarter Ended		Group First Half Ended	
	30/06/2014 S$'000	30/06/2013 S$'000	30/06/2014 S$'000	30/06/2013 S$'000
Current taxation charge	1,231	1,541	2,414	3,102
Deferred taxation (assets)/charge recognised	(144)	(64)	445	(104)
Under/(over) provision in prior years	-	-	32	(139)
	1,087	1,477	2,891	2,859

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.

	Note	Group		Company	
		30/06/2014 S$'000	31/12/2013 S$'000	30/06/2014 S$'000	31/12/2013 S$'000
Non-current assets					
Investment properties	A	487,271	485,159	-	-
Property, plant and equipment	B	389,248	385,686	-	-
Subsidiaries		-	-	507,434	501,234
Financial assets, available-for-sale		32,202	32,532	-	-
Club memberships		131	131	131	131
Long-term receivables		693	229	-	-
Long-term prepayments		10,618	10,063	-	-
Deferred income tax assets		8,209	8,690	-	-
		928,372	**922,490**	**507,565**	**501,365**
Current assets					
Inventories		4,292	4,135	-	-
Financial assets, at fair value through profit or loss	C	2,999	3,276	-	-
Trade and other receivables		24,552	23,784	256	119
Advances to subsidiaries (non-trade)		-	-	56,618	61,259
Cash and bank balances	refer to 1(c)	28,002	31,894	5,155	2,250
		59,845	**63,089**	**62,029**	**63,628**
Non current assets held for sale		271	280	-	-
Total assets		**988,488**	**985,859**	**569,594**	**564,993**

	Note	Group 30/06/2014 S$'000	Group 31/12/2013 S$'000	Company 30/06/2014 S$'000	Company 31/12/2013 S$'000
Equity attributable to equity holders of the Company					
Share capital		254,139	254,139	254,139	254,139
Retained profits	refer to 1(d)(i)	600,858	593,247	68,680	77,368
Other components of equity	refer to 1(d)(i)	(59,055)	(52,767)	-	-
		795,942	794,619	322,819	331,507
Non-controlling interests	refer to 1(d)(i)	5,695	5,419	-	-
Total equity		**801,637**	**800,038**	**322,819**	**331,507**
Non-current liabilities					
Long-term borrowings and obligations under finance leases - secured	D	101,224	82,619	90,000	70,000
Long-term liabilities		10,417	9,256	-	-
Gratuity on retirement		555	517	-	-
Deferred income tax liabilities		7,130	6,723	-	-
		119,326	**99,115**	**90,000**	**70,000**
Current liabilities					
Trade and other payables		38,263	42,967	392	1,055
Current income tax liabilities		5,250	5,783	30	63
Short-term borrowings and obligations under finance leases - secured	D	24,012	37,956	10,800	25,360
Advances from subsidiaries (non-trade)		-	-	145,553	137,008
		67,525	**86,706**	**156,775**	**163,486**
Total equity and liabilities		**988,488**	**985,859**	**569,594**	**564,993**

The material variances noted from the statement of financial position items as at 30 June 2014 as compared with those of 31 December 2013 are explained as follows:

(A) "Investment properties" increased due mainly to revaluation gain.

(B) "Property, plant and equipment" increased due mainly to development costs for the second hotel in Maldives and equipment and vehicles purchased for the Industrial division.

(C) "Financial assets, at fair value through profit or loss" decreased due mainly to fair value loss on market value of the quoted equities.

(D) "Long-term borrowings - secured" and "Short-term borrowings - secured" increased in aggregate due mainly to additional drawdowns on bank facilities.

1(b)(ii) Aggregate amount of group's borrowings, debt securities and obligations under finance lease

	Group			
	As At 30/06/2014		As At 31/12/2013	
	Secured S$'000	Unsecured S$'000	Secured S$'000	Unsecured S$'000
Amount repayable in one year or less, or on demand	24,012	-	37,956	-
Amount repayable after one year	101,224	-	82,619	-

Details of collaterals

The collaterals for the group's secured borrowings as at 30 June 2014 are as follows :

- Freehold properties, equipment and business of a foreign subsidiary
- First legal mortgage, rental proceeds, interests in tenancy agreements and insurance policies of the investment property at 541 Orchard Road, Singapore
- First legal mortgage, rental proceeds, interests in tenancy agreements, interests in hotel management agreements and insurance policies of the hotel at 39 Scotts Road, Singapore

The collaterals for the group's finance lease as at 30 June 2014 are the equipment and vehicles of a local subsidiary.

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	**Group Second Quarter Ended**		**Group First Half Ended**	
	30/06/2014	**30/06/2013**	**30/06/2014**	**30/06/2013**
Cash Flows from Operating Activities	**S$'000**	**S$'000**	**S$'000**	**S$'000**
Profit before income tax	7,416	32,792	16,984	40,695
Adjustments for:				
Amortisation of deferred expenditure	-	-	-	61
Depreciation of property, plant and equipment	4,332	3,955	8,498	7,747
Dividend income	(277)	(205)	(279)	(206)
Interest income	(166)	(124)	(332)	(237)
Loss/(gain) on disposal of property, plant and equipment	6	(98)	(70)	(125)
Property, plant and equipment written off	17	24	26	30
Fair value loss/(gain) on financial assets at fair value through profit or loss	133	(284)	278	(599)
Interest expense	492	432	1,321	850
Replaced components of improvements to investment properties written off	14	-	18	-
Gain on revaluation of investment properties	(2,560)	(27,438)	(2,560)	(27,438)
Operating profit before working capital changes	9,407	9,054	23,884	20,778
(Increase)/decrease in inventories	(325)	(46)	(157)	81
Increase in operating receivables	(731)	(212)	(1,250)	(2,238)
(Decrease)/increase in operating payables	(1,684)	4,392	(4,752)	(3,363)
Proceeds from discharge of fixed deposits pledged with the bank	-	-	-	1,000
Cash generated from operations	6,667	13,188	17,725	16,258
Income tax paid	(2,450)	(2,747)	(2,928)	(3,388)
Net cash generated from operating activities	4,217	10,441	14,797	12,870
Cash Flows from Investing Activities				
Purchase of property, plant and equipment	(8,528)	(9,172)	(17,205)	(11,488)
Payment for long-term prepayment	-	-	-	(792)
Purchase of investment properties	(14)	(8)	(22)	(8)
Purchase of available-for-sale financial assets	-	(2,766)	(76)	(2,766)
Proceeds from disposal of property, plant and equipment	71	99	208	126
Payment for deferred expenditure	-	-	-	(9)
Investment income				
- Interest received	166	124	332	237
- Dividends received	277	205	279	206
Net cash used in investing activities	(8,028)	(11,518)	(16,484)	(14,494)
Cash Flows from Financing Activities				
Proceeds from bank borrowings	557	2,484	8,848	2,442
Proceeds from finance lease	582	-	582	-
Repayment of finance lease	(777)	-	(1,522)	-
Interest paid	(492)	(432)	(1,321)	(850)
Dividends paid				
- by the Company to its equity holders	(6,033)	(4,826)	(6,033)	(4,826)
- by subsidiaries to non-controlling interests	(140)	(140)	(140)	(140)
Net cash (used in)/generated from financing activities	(6,303)	(2,914)	414	(3,374)

Consolidated Statement of Cash Flows

	Group Second Quarter Ended		Group First Half Ended	
	30/06/2014	30/06/2013	30/06/2014	30/06/2013
	S$'000	S$'000	S$'000	S$'000
Net decrease in cash and cash equivalents	(10,114)	(3,991)	(1,273)	(4,998)
Effect of foreign exchange rate changes	(2,650)	(351)	(2,593)	(412)
Cash and cash equivalents at beginning	40,498	29,264	31,600	30,332
Cash and cash equivalents at end (Note A)	27,734	24,922	27,734	24,922

Note A
Cash and cash equivalents

	Group Second Quarter Ended		Group First Half Ended	
	30/06/2013	30/06/2013	30/06/2014	30/06/2013
Cash and cash equivalents comprise:	S$'000	S$'000	S$'000	S$'000
Cash and bank balances	15,314	15,365	15,314	15,365
Fixed deposits	12,688	10,400	12,688	10,400
Less:				
Bank overdrafts	(268)	(843)	(268)	(843)
	27,734	24,922	27,734	24,922

1(d)(i) **A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.**

Statement of Changes in Equity

The Group

	Attributable to equity holders of the Company							Non-controlling interests	Total equity
	Share capital	Retained profits	Revaluation surplus reserve	Fair value reserve	Currency translation reserve	Premium paid on acquisition of non-controlling interests	Total		
	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000
Balance at 1 Jan 2014	254,139	593,247	13,583	15,953	(45,890)	(36,413)	794,619	5,419	800,038
Changes in equity for the period									
Total comprehensive income/(expense) for the period	-	7,482	-	(548)	(822)	-	6,112	316	6,428
Balance at 1 April 2014	254,139	600,729	13,583	15,405	(46,712)	(36,413)	800,731	5,735	806,466
Changes in equity for the period									
Dividend paid	-	(6,033)	-	-	-	-	(6,033)	(140)	(6,173)
Total comprehensive income/(expense) for the period	-	6,162	-	141	(5,059)	-	1,244	100	1,344
Balance at 30 June 2014	254,139	600,858	13,583	15,546	(51,771)	(36,413)	795,942	5,695	801,637

	Attributable to equity holders of the Company								
	Share capital	Retained profits	Revaluation surplus reserve	Fair value reserve	Currency translation reserve	Premium paid on acquisition of non-controlling interests	Total	Non-controlling interests	Total equity
	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000
Balance at 1 Jan 2013	254,139	541,844	13,583	843	(49,615)	(36,412)	724,382	5,047	729,429
Changes in equity for the period									
Total comprehensive income for the period	-	6,471	-	2,147	1,581	-	10,199	38	10,237
Balance at 1 April 2013	254,139	548,315	13,583	2,990	(48,034)	(36,412)	734,581	5,085	739,666
Changes in equity for the period									
Dividend paid	-	(4,826)	-	-	-	-	(4,826)	(140)	(4,966)
Total comprehensive income for the period	-	31,124	-	5,458	2,409	-	38,991	187	39,178
Balance at 30 June 2013	254,139	574,613	13,583	8,448	(45,625)	(36,412)	768,746	5,132	773,878

The Company

	Share capital	Retained profits	Total equity
	S$'000	S$'000	S$'000
Balance at 1 Jan 2014	254,139	77,368	331,507
Changes in equity for the period			
Total comprehensive expense for the period	-	(1,138)	(1,138)
Balance at 1 April 2014	254,139	76,230	330,369
Changes in equity for the period			
Dividend paid	-	(6,033)	(6,033)
Total comprehensive expense for the period	-	(1,517)	(1,517)
Balance at 30 June 2014	254,139	68,680	322,819
Balance at 1 Jan 2013	254,139	42,114	296,253
Changes in equity for the period			
Total comprehensive income for the period	-	9,523	9,523
Balance at 1 April 2013	254,139	51,637	305,776
Changes in equity for the period			
Dividend paid	-	(4,826)	(4,826)
Total comprehensive income for the period	-	8,637	8,637
Balance at 30 June 2013	254,139	55,448	309,587

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

There has been no changes in the company's share capital since the end of the previous period reported on.
The company has no treasury shares and no outstanding options.

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.**

There were no treasury shares as at 30 June 2014 and 31 December 2013. The total number of issued shares as at 30 June 2014 was 402,167,668 (31 December 2013: 402,167,668).

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.

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

Not applicable.

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

Except as disclosed in paragraph 5 below, the same accounting policies and methods of computation as in the most recently audited annual financial statements have been applied.

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 new/revised FRS and Interpretations of FRS ("INT FRS") relevant to its operations and effective for annual periods beginning on or after 1 January 2014.
The adoption of new/revised FRS and INT FRS did not result in any substantial changes to the Group's accounting policies nor had any significant impact on the Group's financial statements.

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

Earnings per ordinary share after deducting any provision for preference dividends:	**Group**		**Group**	
	Second Quarter Ended 30/06/2014	**Second Quarter Ended 30/06/2013**	**First Half Ended 30/06/2014**	**First Half Ended 30/06/2014**
Based on weighted average number of ordinary shares in issue (cents)	1.532	7.739	3.393	9.348
On a fully diluted basis (cents)	1.532	7.739	3.393	9.348

As at 30 June 2014, there was no outstanding share options.

7 **Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the: (a) current financial period reported on; and (b) immediately preceding financial year.**

	Group		Company	
	30/06/2014	31/12/2013	30/06/2014	31/12/2013
Net asset value per ordinary share (S$)	1.98	1.98	0.80	0.82

The net asset values per ordinary share as at 30 June 2014 and 31 December 2013 were calculated based on 402,167,668 ordinary shares.

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

Segment Revenue	Group Second Quarter Ended		Increase/ (Decrease)	Group First Half Ended		Increase/ (Decrease)
	30/06/2014 S$'000	30/06/2013 S$'000	%	30/06/2014 S$'000	30/06/2013 S$'000	%
Property - Rental	6,579	6,860	(4.1)	12,937	13,669	(5.4)
Hotel	24,496	21,905	11.8	54,048	48,032	12.5
Industrial	14,123	13,333	5.9	27,959	25,051	11.6
Investment	277	205	35.1	279	205	36.1
Property - Development	-	-	Nm	-	-	Nm
Total	**45,475**	**42,303**	7.5	**95,223**	**86,957**	**9.5**

Segment Results	Group Second Quarter Ended		Increase/ (Decrease)	Group First Half Ended		Increase/ (Decrease)
	30/06/2014 S$'000	30/06/2013 S$'000	%	30/06/2014 S$'000	30/06/2013 S$'000	%
Property - Rental	4,471	4,838	(7.6)	8,891	9,667	(8.0)
Hotel	(88)	(852)	(89.7)	4,489	1,818	146.9
Industrial	1,077	1,208	(10.8)	2,761	1,767	56.3
Investment	133	525	(74.7)	(18)	833	Nm
Property - Development	(2)	(1)	100.0	(4)	(2)	100.0
Others[1]	(409)	(56)	630.4	(706)	(214)	229.9
	5,182	5,662	(8.5)	15,413	13,869	11.1
Finance costs	(492)	(432)	13.9	(1,321)	(850)	55.4
Gain on revaluation of investment properties [2]	2,560	27,438	(90.7)	2,560	27,438	(90.7)
Interest income	166	124	33.9	332	237	40.1
Dividend income from financial assets, at fair value through profit or loss	-	-	Nm	-	1	Nm
Profit before taxation	**7,416**	**32,792**	(77.4)	**16,984**	**40,695**	(58.3)

Nm denotes Not meaningful

[1] Others include Corporate expenses

[2] The revaluation of investment properties is performed at mid-year and year-end.

SECOND QUARTER 2014 ANNOUNCEMENT

Overall Performance of the Group

The revenue of the Group for the quarter ended 30 June 2014 ('2Q2014') of S$45.475 million increased by 7.5% from S$42.303 million for the quarter ended 30 June 2013 ('2Q2013'). This was due mainly to higher revenue from the Hotel and Industrial Divisions partially offset by lower revenue from the Property - Rental Division.

The revenue of the Group for the first half year ended 30 June 2014 ('1H2014') of S$95.223 million increased by 9.5% from S$86.957 million for the first half year ended 30 June 2013 ('1H2013').

Profit before taxation for 2Q2014 of S$7.416 million decreased by 77.4% from S$32.792 million for 2Q2013. This was due mainly to lower revaluation gains on investment properties for 2Q2014 of S$2.560 million from S$27.438 million for 2Q2013.
The remaining decrease was due mainly to lower contributions from the Property-Rental, Industrial and Investment Division, higher finance costs partially offset by lower losses from the Hotel Division.

Profit before taxation for 1H2014 of S$16.984 million decreased by 58.3% from S$40.695 million for 1H2013.

Excluding the gain on revaluation of investment properties, group profit before taxation for 2Q2014 and 1H2014 would have been S$4.856 million and S$14.424 million respectively as compared with profit before taxation for 2Q2013 and 1H2013 of S$5.354 million and S$13.257 million respectively.

Property- Rental Division

Revenue for the Property - Rental Division of S$6.579 million for 2Q2014 decreased by 4.1% from S$6.860 million for 2Q2013 due mainly to lower occupancy and rental rates.
Revenue of S$12.937 million for 1H2014 decreased by 5.4% from S$13.669 million for 1H2013.

Segment profit of S$4.471 million for 2Q2014 decreased by 7.6% from 2Q2013 profit of S$4.838 million due mainly to the lower revenue.
Segment profit of S$8.891 million for 1H2014 decreased by 8.0% from S$9.667 million for 1H2013.

Hotel Division

Revenue for the Hotel Division of S$24.496 million for 2Q2014 increased by 11.8% from S$21.905 million for 2Q2013 due mainly to higher revenue from the hotel in Maldives and Tunis.
Revenue of S$54.048 million for 1H2014 increased by 12.5% from S$48.032 million for 1H2013.

Segment loss of S$0.088 million for 2Q2014 decreased by 89.7% from 2Q2013 loss of S$0.852 million due mainly to increase in revenue.
Segment profit of S$4.489 million for 1H2014 increased by 146.9% from S$1.818 million for 1H2013.

Industrial Division

Revenue for the Industrial Division of S$14.123 million for 2Q2014 increased by 5.9% from S$13.333 million for 2Q2013 following the successful tender for the refuse collection services to domestic and trade premises in the Jurong sector at higher rates, new contracts secured and renewal of existing contracts at higher rates.
Revenue of S$27.959 million for 1H2014 increased by 11.6% from S$25.051 million for 1H2013.

Segment profit of S$1.077 million for 2Q2014 decreased by 10.8% from 2Q2013 profit of S$1.208 million due mainly to the higher operating costs and depreciation charges for additions of property, plants and equipment partially offset higher revenue.
Segment profit of S$2.761 million for 1H2014 increased by 56.3% from S$1.767 million for 1H2013.

Investment Division
Revenue for the Investment Division of S$0.277 million for 2Q2014 increased by 35.1% from S$0.205 million for 2Q2013 due mainly to higher dividend received.
Revenue of S$0.279 million for 1H2014 increased by 36.1% from S$0.205 million for 1H2013.

Segment profit of S$0.133 million for 2Q2014 decreased by 74.7% from S$0.525 million for 2Q2013 due mainly to fair value loss in 2Q2014 on the market value of quoted equities, compared to fair value gain in 2Q2013.
Segment loss was S$0.018 million for 1H2014 as compared with segment profit of S$0.833 million for 1H2013.

Property - Development Division
Since the completion of the villas development project in Tunisia in 2008, the group has not embarked on any new property development project. Segmental losses of S$0.002 million for 2Q2014 and S$0.001 million for 2Q2013 were due to general and administrative expenses incurred.

Statement of Cash Flows
Second Quarter 2014
Net decrease in cash and cash equivalents of S$10.114 million was due to net cash used in investing activities of S$8.028 million and financing activities of S$6.303 million, partially offset by net cash generated from operating activities of S$4.217 million. For details, please refer to Part 1(c).

Net cash used in investing activities was due mainly to development costs for the second hotel in Maldives and equipment and vehicles purchased for the Industrial division.

Net cash used in financing activities was due mainly to dividends paid.

First Half Year Ended 2014

Net decrease in cash and cash equivalents of S$1.273 million was due to net cash used in investing activities of S$16.484 million, partially offset by net cash generated from operating activities of S$14.797 million and financing activities of S$0.414 million.

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

Not applicable.

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 property rental market in Singapore and Tunis is expected to remain stable in the near term.

Whilst we look forward with cautious optimism for the Hotel Division, the market conditions in the countries in which the Hotel Division operates are expected to remain challenging. Construction has commenced for the Group's second Maldives hotel. Tender has also been called for the construction for the Group's hotel in Bintan and evaluation is ongoing.

The Industrial Division will continue to face competitive market conditions.

The performance of the Investment Division will continue to be affected by volatility of the various stock markets.

No revenue contribution is expected from the Property Development Division as there is no property development project currently.

Note 10a The above note contains forward looking statements that involve a fair amount of uncertainties pertaining to future operating conditions. Actual future performance may differ from those views expressed as a result of a number of uncertainties and assumptions such as the general economy and industry conditions, level of market competition and shift in supply or demand patterns. You are cautioned not to place undue reliance on these forward looking statements, which are based on current view of management on future events.

11 **Dividend**

(a) Current Financial Period Reported On
Any dividend declared for the current financial period reported on? No.

(b) Corresponding Period of the Immediately Preceding Financial Year
Any dividend declared for the corresponding period of the immediately preceding financial year? No.

(c) **Date payable**
Not applicable.

(d) **Books closure date**
Not applicable.

12 **If no dividend has been declared/recommended, a statement to that effect**
Not applicable.

13 **If no IPT mandate has been obtained, a statement to that effect**
Bonvests Holdings Limited has not obtained a general mandate from shareholders.

14 **Confirmation pursuant to Rule 705(5) of the Listing Manual**
To the best of our knowledge, nothing has come to the attention of the Directors which may render the interim financial statements to be false or misleading in any material aspect.

BY ORDER OF THE BOARD
Foo Soon Soo
Company Secretary

8 August 2014