BLUMONT
博诺有限公司

BLUMONT GROUP LTD.
(Company Registration No. 199302554G)
(Incorporated in the Republic of Singapore)

Unaudited Results for The Third Quarter And Nine Months Ended 30 September 2016 Financial Statements and Dividend Announcement

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PART I – INFORMATION REQUIRED FOR QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR ANNOUNCEMENTS

1(a) Consolidated statement of profit or loss and other comprehensive income/(loss) (for the Group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

	GROUP S$'000			GROUP S$'000		
	3Q2016	3Q2015	% Increase/ (Decrease)	9M2016	9M2015	% Increase/ (Decrease)
Revenue	853	814	5	2,696	2,661	1
Other (losses)/gains − net	(474)	(2,709)	(83)	1,169	(8,041)	NM
Expenses						
Raw materials and consumables used	(19)	(18)	6	(73)	(86)	(15)
Employee benefits	(410)	(373)	10	(1,338)	(1,348)	(1)
Others	(2,215)	(1,097)	100	(6,915)	(6,178)	12
Write-back of /(Allowance for) impairment loss on financial assets, available-for-sale	498	202	100	(5,053)	(614)	100
Dilution loss on investment in an associate	(1,411)	-	NM	(1,763)	-	NM
Write-back of/(Allowance for) impairment loss on investment in an associate	738	-	NM	1,090	(1,740)	NM
Share of loss of an associate	-	-	NM	-	-	NM
Finance costs	(1,389)	(927)	50	(3,891)	(2,979)	31
Total expenses	**(4,208)**	**(2,213)**		**(17,943)**	**(12,945)**	
Loss before income tax	**(3,829)**	**(4,108)**		**(14,078)**	**(18,325)**	
Income tax	26	6	100	34	32	6
LOSS FOR THE PERIOD	**(3,803)**	**(4,102)**		**(14,044)**	**(18,293)**	
Other comprehensive income/(loss):						
Items that may be reclassified subsequently to profit or loss:						
Foreign currency translation gain/(loss)	137	(872)	NM	250	(1,486)	NM
Net change in fair value of financial assets, available-for-sale	5,978	776	100	6,739	1,893	100
Cumulative change in fair value of financial assets, available-for-sale reclassified to profit or loss	-	-	NM	(1,341)	-	NM
Other comprehensive income/(loss) for the period, net of tax	**6,115**	**(96)**		**5,648**	**407**	
TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE PERIOD	**2,312**	**(4,198)**		**(8,396)**	**(17,886)**	
Loss for the period attributable to:						
Owners of the Company	(3,893)	(4,318)	(10)	(14,502)	(18,872)	(23)
Non-controlling interests	90	216	(58)	458	579	(21)
	(3,803)	**(4,102)**		**(14,044)**	**(18,293)**	
Total comprehensive income/(loss) for the period attributable to:						
Owners of the Company	2,210	(4,167)	NM	(8,899)	(17,993)	(51)
Non-controlling interests	102	(31)	NM	503	107	100
	2,312	**(4,198)**		**(8,396)**	**(17,886)**	

Loss per share attributable to owners of the Company (expressed in cents)						
- Basic	**(0.08)**	**(0.15)**	**(47)**	**(0.32)**	**(0.67)**	**(52)**
- Diluted	**(0.08)**	**(0.15)**	**(47)**	**(0.32)**	**(0.67)**	**(52)**

NM: Not Meaningful

Notes to the consolidated statement of profit or loss and other comprehensive income/(loss)

i) Loss before income tax is after (charging)/crediting:

	GROUP S$'000			GROUP S$'000		
	3Q2016	**3Q2015**	**% Increase/ (Decrease)**	**9M2016**	**9M2015**	**% Increase/ (Decrease)**
Net gain/(loss) on disposal of:						
- financial assets, available-for-sale	-	6	NM	-	495	NM
- financial assets, at fair value through profit or loss	-	(856)	NM	(164)	(4,073)	(96)
Loss on write-off of financial assets, available-for-sale	-	(660)	NM	-	(660)	NM
Loss on conversion of debt instrument to equity, available-for-sale	* -	-	NM	(59)	-	NM
Net fair value (loss)/gain on financial assets, at fair value through profit or loss	(40)	642	NM	(560)	(1,134)	(51)
Gain/(Loss) on disposal of property and equipment	5	-	NM	6	(1)	NM
Gain/(Loss) on property and equipment written off	-	3	NM	-	(109)	NM
Net currency exchange (loss)/gain	(624)	(1,942)	(68)	1,359	(2,545)	NM
Interest income	60	77	(22)	212	306	(31)
- Celsius Coal Limited Convertible Note	-	-	NM	-	83	NM
- Cokal Limited Convertible Loan	58	60	3	175	174	1
- bank balances	2	17	(88)	37	49	(24)
- others	* -	* -	NM	* -	* -	NM
Write-back of other payables written off	-	-	NM	120	-	NM
Other income relating to claims received from Prospect Resources Limited	162	-	NM	269	-	NM
Interest expense	(1,389)	(927)	50	(3,891)	(2,686)	45
- Wintercrest Loan Facility	(1,388)	(926)	50	(3,888)	(2,681)	45
- finance lease liabilities	(1)	(1)	NM	(3)	(5)	(40)
Amortisation of deferred loan charges	-	-	NM	-	(293)	NM
(Allowance for)/Write-back of allowance for impairment loss on other receivables - third parties	(65)	(48)	35	(117)	125	NM
Depreciation of property and equipment	(134)	(52)	100	(389)	(289)	35
Withholding tax expense	(298)	-	NM	(1,053)	-	NM
Fair value (loss)/gain on investment properties	(50)	10	NM	(50)	(359)	(86)

NM: Not Meaningful
**: < S$1,000*

ii) Income tax attributable to results is made up of:

	GROUP S$'000			GROUP S$'000		
	3Q2016	**3Q2015**	**% Increase/ (Decrease)**	**9M2016**	**9M2015**	**% Increase/ (Decrease)**
Income tax comprises:						
Current income tax	(1)	* -	NM	(2)	(2)	NM
Deferred income tax	28	6	100	37	22	68
	27	**6**		**35**	**20**	
(Under)/Over-provision in prior period	(1)	* -	NM	(1)	12	NM
	26	**6**		**34**	**32**	

NM: Not Meaningful
**: < S$1,000*

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

	GROUP S$'000		%	COMPANY S$'000		%
	As at 30/9/2016	As at 31/12/2015	Increase/ (Decrease)	As at 30/9/2016	As at 31/12/2015	Increase/ (Decrease)
ASSETS						
Current assets						
Cash and bank balances	685	2,021	(66)	138	64	100
Financial assets, at fair value through profit or loss	27	1,074	(97)	-	2	NM
Trade and other receivables	574	896	(36)	2	152	(99)
Other current assets	786	723	9	157	123	28
Development properties	4,751	4,750	^ -	-	-	NM
Assets held for sale	1,621	1,670	(3)	-	-	NM
	8,444	**11,134**		**297**	**341**	
Non-current assets						
Investments in subsidiaries	-	-	NM	4,416	4,416	NM
Investment in associate	4,482	5,152	(13)	-	-	NM
Loans to subsidiaries	-	-	NM	8,610	8,683	(1)
Financial assets, available-for-sale	11,335	10,849	4	11,335	10,849	4
Property and equipment	4,575	4,425	3	183	243	(25)
Deferred tax assets	198	156	27	-	-	NM
	20,590	**20,582**		**24,544**	**24,191**	
Total assets	**29,034**	**31,716**		**24,841**	**24,532**	
LIABILITIES						
Current liabilities						
Trade and other payables	25,953	17,439	49	24,639	16,965	45
Loan from subsiadiary	-	-	-	300	-	NM
Borrowings	26,634	27,581	(3)	26,634	27,581	(3)
Current income tax liabilities	36	89	(60)	-	-	NM
	52,623	**45,109**		**51,573**	**44,546**	
Net Current Liabilities	**(44,179)**	**(33,975)**		**(51,276)**	**(44,205)**	
Non-current liabilities						
Employee compensation	674	604	12	-	-	NM
Borrowings	59	84	(30)	59	84	(30)
Deferred tax liabilities	12	12	NM	-	-	NM
	745	**700**		**59**	**84**	
Total liabilities	**53,368**	**45,809**		**51,632**	**44,630**	
Net liabilities	**(24,334)**	**(14,093)**		**(26,791)**	**(20,098)**	
EQUITY						
Equity attributable to owners of the Company						
Share capital	107,094	107,095	^ -	107,094	107,095	^ -
Reserves	706	(4,875)	NM	6,923	1,525	100
Accumulated losses	(134,891)	(120,389)	12	(140,808)	(128,718)	9
	(27,091)	**(18,169)**		**(26,791)**	**(20,098)**	
Non-controlling interests	2,757	4,076	(32)	-	-	NM
Total equity	**(24,334)**	**(14,093)**		**(26,791)**	**(20,098)**	

NM: Not Meaningful
^ : <1%

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

Amount repayable not later than one year				Amount repayable after one year			
As at 30/9/2016		As at 31/12/2015		As at 30/9/2016		As at 31/12/2015	
Secured S$'000	Unsecured S$'000	Secured S$'000	Unsecured S$'000	Secured S$'000	Unsecured S$'000	Secured S$'000	Unsecured S$'000
26,634	-	27,581	-	59	-	84	-

Details of any collateral

Pertaining to the secured borrowings, the Group has granted in favour of the lenders the following as at 30 September 2016:

(i) Finance lease liabilities of the Group are secured by the rights to the leased motor vehicles with net carrying amount of S$0.13 million (31 December 2015: S$0.16 million), which would revert to the lessors in the event of default by the Group.

(ii) The financing facility of the Group is secured by:

a. All investments owned by the Company whose principal activities consist of exploration for or extraction of minerals, oil or gas (excluding any company that purely provides services or equipment to other companies engaged in such activities) with a carrying amount of S$15.82 million (31 December 2015: S$16.00 million);

b. The Company's shares in Blumont Copper Pte. Ltd. and Powerlite Ventures Limited with a carrying amount of

S$3.31 million (31 December 2015: S$3.31 million);

c. The Company's bank account amounting to S$0.13 million (31 December 2015: S$0.05 million); and
d. All monetary claims owing to the Company from Blumont Copper Pte. Ltd., Powerlite Ventures Limited and Cokal Limited with a carrying amount of S$0.02 million (31 December 2015: S$0.01 million).

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.

	GROUP S$'000		GROUP S$'000	
	3Q2016	3Q2015	9M2016	9M2015
Cash Flows from Operating Activities				
Loss before income tax	(3,829)	(4,108)	(14,078)	(18,325)
Adjustments for:				
Unrealised foreign exchange loss/(gain)	380	1,345	(862)	1,750
Depreciation of property and equipment	134	52	389	289
Interest expense	1,389	927	3,891	2,686
Interest income	(60)	(77)	(212)	(306)
Amortisation of deferred loan charges	-	-	-	293
Net fair value loss/(gain) on financial assets, at fair value through profit or loss	40	(642)	560	1,134
(Gain)/Loss on property and equipment written off	-	(3)	-	109
(Write-back of)/Allowance for impairment loss on financial assets, available-for-sale	(498)	(202)	5,053	614
Loss on conversion of debt instrument to equity, available-for-sale	* -	-	59	-
Net gain on disposal of financial assets, available-for-sale	-	(6)	-	(495)
(Gain)/Loss on disposal of property and equipment	(5)	-	(6)	1
Withholding tax expense	298	-	1,053	-
Allowance for/(Write-back of) impairment loss on other receivables – third parties	65	48	117	(125)
(Write-back of)/Allowance for impairment loss on investment in an associate	(738)	-	(1,090)	1,740
Dilution loss on investment in an associate	1,411	-	1,763	-
Loss on write-off of financial assets, available-for-sale	-	660	-	660
Write-back of other payables written off	-	-	(120)	-
Fair value loss/(gain) on investment properties	50	(10)	50	359
Operating cash flows before working capital changes	**(1,363)**	**(2,016)**	**(3,433)**	**(9,616)**
Changes in operating assets and liabilities				
Financial assets, at fair value through profit or loss	-	1,020	487	5,318
Receivables	(225)	(101)	149	(1,262)
Payables	559	3,073	2,746	6,643
Inventories and development properties	-	(1,831)	-	(1,831)
Cash (used in)/generated from operations	**(1,029)**	**145**	**(51)**	**(748)**
Income tax paid	(1)	(103)	(57)	(467)
Net cash (used in)/generated from operating activities	**(1,030)**	**42**	**(108)**	**(1,215)**
Cash Flows from Investing Activities				
Purchase of property and equipment	(155)	(35)	(422)	(2,046)
Interest received	2	17	38	49
Proceeds from disposal of property and equipment	5	-	15	14
Purchase of additional shareholding in a subsidiary	-	-	(500)	-
Net cash used in investing activities	**(148)**	**(18)**	**(869)**	**(1,983)**
Cash Flows from Financing Activities				
Repayment of finance lease liabilities	(8)	(13)	(24)	(79)
Payment of share issue expenses	-	(5)	(1)	(69)
Dividends paid to a non-controlling shareholder of a subsidiary	(1)	(365)	(344)	(365)
Interest paid	(1)	(1)	(3)	(5)
Net proceeds from issuance of ordinary shares	-	-	-	1,705
Net cash (used in)/generated from financing activities	**(10)**	**(384)**	**(372)**	**1,187**
Net decrease in cash and cash equivalents	(1,188)	(360)	(1,349)	(2,011)
Cash and cash equivalents at the beginning of the period	1,859	2,210	2,019	3,956
Effects of exchange rate changes on cash and cash equivalents	11	(45)	12	(140)
Cash and cash equivalents at the end of the period	**682**	**1,805**	**682**	**1,805**

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

	GROUP S$'000		GROUP S$'000	
	3Q2016	3Q2015	9M2016	9M2015
Cash at bank and on hand	577	1,212	577	1,212
Short-term bank deposits	108	596	108	596
	685	**1,808**	**685**	**1,808**
Less: Bank balances and deposits pledged	(3)	(3)	(3)	(3)
Cash and cash equivalents per consolidated statement of cash flows	**682**	**1,805**	**682**	**1,805**

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 for the Group

	Attributable to owners of the Company						Non-controlling interests	Total equity
	Share capital	Fair value reserve	Currency translation reserve	Other reserve	Accumulated losses	Total		
	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000
1H2016								
Balance at 1 January 2016	107,095	1,525	(4,916)	(1,484)	(120,389)	(18,169)	4,076	(14,093)
(Loss)/Profit for the period	-	-	-	-	(10,609)	(10,609)	368	(10,241)
Other comprehensive (loss)/income, net of tax:								
Net change in fair value of financial assets, available-for-sale	-	761	-	-	-	761	-	761
Cumulative change in fair value of financial assets, available-for-sale reclassified to profit or loss	-	(1,341)	-	-	-	(1,341)	-	(1,341)
Foreign currency translation gain	-	-	80	-	-	80	33	113
Total comprehensive (loss)/income for the period	**-**	**(580)**	**80**	**-**	**(10,609)**	**(11,109)**	**401**	**(10,708)**
Share issue expenses	(1)	-	-	-	-	(1)	-	(1)
Dividends paid to non-controlling shareholder of a subsidiary	-	-	-	-	-	-	(343)	(343)
Acquisition of additional interest in a subsidiary	-	-	-	(22)	-	(22)	(1,478)	(1,500)
Balance at 30 June 2016	**107,094**	**945**	**(4,836)**	**(1,506)**	**(130,998)**	**(29,301)**	**2,656**	**(26,645)**
3Q2016								
(Loss)/Profit for the period	-	-	-	-	(3,893)	(3,893)	90	(3,803)
Other comprehensive income/(loss), net of tax:								
Net change in fair value of financial assets, available-for-sale	-	5,978	-	-	-	5,978	-	5,978
Foreign currency translation gain	-	-	125	-	-	125	12	137
Total comprehensive income/(loss) for the period	**-**	**5,978**	**125**	**-**	**(3,893)**	**2,210**	**102**	**2,312**
Dividends paid to a non-controlling shareholder of a subsidiary	-	-	-	-	-	-	(1)	(1)
Balance at 30 September 2016	**107,094**	**6,923**	**(4,711)**	**(1,506)**	**(134,891)**	**(27,091)**	**2,757**	**(24,334)**

	Attributable to owners of the Company							
	Share capital	Fair value reserve	Currency translation reserve	Other reserve	Accumulated losses	Total	Non-controlling interests	Total equity
	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000
1H2015								
Balance at 1 January 2015	100,174	-	(3,372)	(1,484)	(90,802)	4,516	4,182	8,698
(Loss)/Profit for the period	-	-	-	-	(14,554)	(14,554)	363	(14,191)
Other comprehensive income/(loss), net of tax:								
Net change in fair value of financial assets, available-for-sale	-	1,117	-	-	-	1,117	-	1,117
Foreign currency translation loss	-	-	(389)	-	-	(389)	(225)	(614)
Total comprehensive income/(loss) for the period	**-**	**1,117**	**(389)**	**-**	**(14,554)**	**(13,826)**	**138**	**(13,688)**
Share issue expenses	(64)	-	-	-	-	(64)	-	(64)
Issue of shares	3,826	-	-	-	-	3,826	-	3,826
Balance at 30 June 2015	**103,936**	**1,117**	**(3,761)**	**(1,484)**	**(105,356)**	**(5,548)**	**4,320**	**(1,228)**
3Q2015								
(Loss)/Profit for the period	-	-	-	-	(4,318)	(4,318)	216	(4,102)
Other comprehensive income/(loss), net of tax:								
Net change in fair value of financial assets, available-for-sale	-	776	-	-	-	776	-	776
Foreign currency translation loss	-	-	(625)	-	-	(625)	(247)	(872)
Total comprehensive income/(loss) for the period	**-**	**776**	**(625)**	**-**	**(4,318)**	**(4,167)**	**(31)**	**(4,198)**
Share issue expenses	(5)	-	-	-	-	(5)	-	(5)
Dividends paid to a non-controlling shareholder of a subsidiary	-	-	-	-	-	-	(365)	(365)
Balance at 30 September 2015	**103,931**	**1,893**	**(4,386)**	**(1,484)**	**(109,674)**	**(9,720)**	**3,924**	**(5,796)**

Statement of Changes in Equity for the Company

	Share capital	Fair value reserve	Accumulated losses	Total
	S$'000	S$'000	S$'000	S$'000
1H2016				
Balance at 1 January 2016	107,095	1,525	(128,718)	(20,098)
Loss for the period	-	-	(8,625)	(8,625)
Other comprehensive loss, net of tax:				
Net change in fair value of financial assets, available-for-sale	-	(581)	-	(581)
Total comprehensive loss for the period	**-**	**(581)**	**(8,625)**	**(9,206)**
Share issue expenses	(1)	-	-	(1)
Balance at 30 June 2016	**107,094**	**944**	**(137,343)**	**(29,305)**
3Q2016				
Loss for the period	-	-	(3,465)	(3,465)
Other comprehensive income, net of tax:				
Net change in fair value of financial assets, available-for-sale	-	5,979	-	5,979
Total comprehensive income/(loss) for the period	**-**	**5,979**	**(3,465)**	**2,514**
Balance at 30 September 2016	**107,094**	**6,923**	**(140,808)**	**(26,791)**

	Share capital	Fair value reserve	Accumulated losses	Total
	S$'000	S$'000	S$'000	S$'000
1H2015				
Balance at 1 January 2015	100,174	-	(73,249)	26,925
Loss for the period	-	-	(39,358)	(39,358)
Other comprehensive income, net of tax:				
Net change in fair value of financial assets, available-for-sale	-	1,117	-	1,117
Total comprehensive income/(loss) for the period	**-**	**1,117**	**(39,358)**	**(38,241)**
Share issue expenses	(64)	-	-	(64)
Issue of shares	3,826	-	-	3,826
Balance at 30 June 2015	**103,936**	**1,117**	**(112,607)**	**(7,554)**

3Q2015				
Loss for the period	-	-	(4,793)	(4,793)
Other comprehensive income, net of tax:				
Net change in fair value of financial assets, available-for-sale	-	776	-	776
Total comprehensive income/(loss) for the period	**-**	**776**	**(4,793)**	**(4,017)**
Share issue expenses	(5)	-	-	(5)
Balance at 30 September 2015	**103,931**	**1,893**	**(117,400)**	**(11,576)**

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.

Issued share capital

	No. of shares	Amount S$
As at 30 September 2016	4,514,224,998	107,093,705

	No. of shares
As at 1 July 2016	4,514,224,998
Issue ordinary shares	-
As at 30 September 2016	4,514,224,998

As at 30 September 2016, the Company did not hold any treasury shares (30 September 2015: Nil).

Blumont Employee Share Option 2013 ("Blumont ESOS 2013")

No share options under the Blumont ESOS 2013 have been granted for the third quarter and nine months ended 30 September 2016.

Performance Share Plan ("Blumont PSP")

No incentive share awards under the Blumont PSP have been granted for the third quarter and nine months ended 30 September 2016.

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.

	As at 30/09/2016	As at 31/12/2015
Total number of issued ordinary shares	4,514,224,998	4,514,224,998

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 independent auditor's 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 accounting policies and methods of computation applied by the Group are consistent with those used in its most recently audited financial statements, except for those as disclosed under paragraph 5.

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

On 1 January 2016, the Group adopted the following new/revised/amended Financial Reporting Standards ("FRSs").

Description	Effective for annual periods beginning on or after
Amendments to FRS 1 *Disclosure Initiative*	1 January 2016
Amendments to FRS 27 *Equity Method in Separate Financial Statements*	1 January 2016
Amendments to FRS 107 *Financial Statements: Disclosure*	1 January 2016
Amendments to FRS 105 *Non-current Assets Held for Sale and Discontinued Operations*	1 January 2016

The adoption of the above FRSs, do not/have no material impact on the financial position or financial performance of the Group.

6. Loss 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.

	GROUP		GROUP	
Loss per share for loss attributable to the owners of the Company	**3Q2016**	**3Q2015**	**9M2016**	**9M2015**
(i) On the weighted average number of ordinary shares in-issue (in cents)	(0.08)	(0.15)	(0.32)	(0.67)
- Weighted average number of shares	4,514,224,998	2,866,149,999	4,514,224,998	2,806,817,634
(ii) On a fully diluted basis (in cents)	(0.08)	(0.15)	(0.32)	(0.67)
- Adjusted weighted average number of shares	4,514,224,998	2,866,149,999	4,514,224,998	2,806,817,634

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	
	As at 30/09/2016	**As at 31/12/2015**	**As at 30/09/2016**	**As at 31/12/2015**
Net liabilities value per ordinary share based on issued share capital at the end of the financial period/year (owners of the Company) (in cents)	(0.54)	(0.31)	(0.59)	(0.45)

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.

Commentary on the Consolidated Statement of Profit or Loss and Other Comprehensive (Loss)/Income

Statement of Profit or Loss

The net other losses was S$0.47 million for 3Q2016 (3Q2015: S$2.71 million) and net other gains of S$1.17 million for 9M2016 (9M2015: net other loss of S$8.04 million), mainly comprise of:

(a) net currency exchange loss of S$0.62 million for 3Q2016 (3Q2015: S$1.94 million) and net currency exchange gain of S$1.36 million for 9M2016 (9M2015: net currency exchange loss of S$2.55 million). The net currency exchange gain for 9M2016 was mainly resulting from strengthening of Singapore Dollars against United States Dollars;
(b) net fair value loss on financial assets, at fair value through profit or loss of S$0.04 million for 3Q2016 (3Q2015: net fair value gain of S$0.64 million) and S$0.56 million for 9M2016 (9M2015: S$1.13 million). The reported fair value (loss)/gain arose from the mark-to-market adjustment of the value of the quoted financial assets, at fair value through profit or loss generating the revaluation (loss)/gain based on market bid prices on the securities held. The quoted financial assets, at fair value through profit or loss comprised of a portfolio of equity investments in companies listed in the Singapore Exchange;
(c) net loss on disposal of financial assets, at fair value through profit or loss of $0.16 million for 9M2016 (9M2015: S$4.07 million);
(d) interest income of S$0.06 million for 3Q2016 (3Q2015: S$0.08 million) and S$0.21 million for 9M2016 (9M2015: S$0.31 million), mainly derived from (i) interest on convertible loan and convertible note of S$0.06 million for 3Q2016 (3Q2015: S$0.06 million) and S$0.18 million for 9M2016 (9M2015: S$0.26 million) and (ii) bank balances of S$2,000 for 3Q2016 (3Q2015: S$0.02 million) and S$0.04 million for 9M2016 (9M2015: S$0.05 million);

(e) loss on conversion of debt instrument to equity, available-for-sale of S$0.06 million for 9M2016 (9M2015: Nil);
(f) claims amounting to S$0.16 million for 3Q2016 and S$0.27 million for 9M2016 received from Prospect Resources Limited following the announcement made by the Company on 15 August 2015 (3Q2015 and 9M2015: Nil); and
(g) write-back of other payables written off of S$0.12 million in 9M2016 (9M2015: Nil) following settlement agreement between the Consortium and following the claims received from Prospect Resources Limited.

Raw materials and consumables used decreased by S$0.02 million or 15% from S$0.09 million for 9M2015 to S$0.07 million for 9M2016 was creditable to improvement of cost management.

Employee benefits increased by S$0.04 million or 10% from S$0.37 million for 3Q2015 to S$0.41 million for 3Q2016 due to increment of short-term employee benefits and additional provision for employee compensation during the period.

Other expenses increased by S$1.12 million, from S$1.10 million for 3Q2015 to S$2.22 million for 3Q2016 was mainly due to additional administration fee of S$0.93 million and withholding tax expense of S$0.30 million in relation to loans drawn down from Wintercrest Advisor LLC ("Wintercrest") ("Wintercrest Loan Facility").

Other expenses increased by S$0.74 million, from S$6.18 million for 9M2015 to S$6.92 million for 9M2016 was mainly due to additional administration fee of S$0.38 million, withholding tax expense of S$1.05 million in relation to Wintercrest Loan Facility offset by the reversal of chairman services fee of S$0.50 million in 9M2015.

Write-back of impairment loss on financial assets, available-for-sale of S$0.50 million for 3Q2016 (3Q2015: S$0.20 million) and allowance for impairment loss on financial assets, available-for-sale of S$5.05 million for 9M2016 (9M2015: S$0.62 million) pertains to adjustment to impairment losses recognised due to "significant" or "prolonged" decline in the fair value of the equity investments and loan facility, classified as financial assets, available-for-sale.

Dilution loss on investment in an associate of S$1.41 million for 3Q2016 and S$1.76 million for 9M2016 (3Q2015 and 9M2015: Nil) pertains to reclassification from "Impairment loss on investment in an associate" for dilution adjustment on change in shareholding of investment in an associate.

The Group determines whether there is any objective evidence that the investment in an associate is impaired at end of each reporting period. Reclassification of impairment loss on investment in an associate of S$0.74 million for 3Q2016 and S$1.09 million for 9M2016 (3Q2015: Nil; 9M2015: impairment loss of S$1.74 million) pertains to adjustment of the Group's recoverable value on shareholding dilution of investment in an associate.

The share of profit or loss of an associate pertains to share of loss or profit of investment in an associate, Azarga Uranium Corp., which is listed in Toronto Stock Exchange. The Group did not disclose the share of profit or loss of the associate for the period due to public information pertaining to the associate has not been released to date.

Finance costs increased by S$0.46 million or 50% from S$0.93 million for 3Q2015 to S$1.39 million for 3Q2016, and increased by S$0.91 million or 31% from S$2.98 million for 9M2015 to S$3.89 million for 9M2016. The increase was due to interest charged on Wintercrest Loan Facility resulting from increase in interest rate from 10% to 12% with effect from 29 May 2014 in accordance with the Supplementary Facility Agreement entered by the Company and Wintercrest and interest are compounded with effect from 13 September 2015.

Income tax credit of S$26,000 for 3Q2016 (3Q2015: S$6,000) mainly pertains to deferred tax liabilities recognised for taxable temporary difference and accrual incurred.

Income tax credit of S$34,000 for 9M2016 (9M2015: S$32,000) pertains to deferred tax liabilities of S$37,000 for 9M2016 (9M2015: S$22,000) recognised for taxable temporary differences for depreciation and accruals incurred, current income tax expense of S$2,000 for 9M2016 (9M2015: S$2,000) in accordance with FRS12 Income taxes and under-provision of income tax of S$1,000 for 9M2016 (9M2015: over-provision of S$12,000).

Other Comprehensive Loss

Foreign currency translation gain of S$0.14 million for 3Q2016 and S$0.25 million for 9M2016 (3Q2015 and 9M2015: foreign currency translation loss of S$0.87 million and S$1.49 million) relates to the translation of the results and the net assets of the Group's foreign operations from their functional currencies to the Group's presentation currency in accordance with FRS 21 *The Effects of Changes in Foreign Exchange Rate.*

Net changes in fair value of financial assets, available-for-sale was S$5.98 million for 3Q2016 (3Q2015: S$0.78 million) and S$6.74 million for 9M2016 (9M2015: S$1.90 million). Net changes in fair value of financial assets, available-for-sale was due to recognition of unrealised fair value changes from the mark-to-market adjustment of the value of the portfolio of the quoted investments listed in the Australian Securities Exchange.

The Group reclassified S$1.34 million cumulative gain of financial assets, available-for-sale to profit or loss for 9M2016 (9M2015: Nil) as there were "significant" or "prolonged" decline in the fair value in 9M2016 of the equity investments, classified as financial assets, available-for-sale.

Commentary on the Statement of Financial Position

Cash and bank balances decreased by S$1.33 million or 66% from S$2.02 million as at 31 December 2015 to S$0.69 million as at 30 September 2016. The decrease was mainly due to repayment of outstanding professional legal fees arrangement during

the period; dividend paid to a non-controlling shareholder and outstanding payment to Elysium Resources Limited pertaining to take up deed entered in financial year 2014.

Financial assets, at fair value through profit or loss decreased by S$1.04 million or 97% from S$1.07 million as at 31 December 2015 to S$0.03 million as at 30 September 2016. The decrease in financial assets, at fair value through profit or loss was mainly due to:
(a) the disposal of financial assets, at fair value through profit or loss was S$0.48 million; and
(b) mark-to-market adjustment of quoted equity shares held with additional net loss of S$0.56 million.
Financial assets, at fair value through profit or loss were stated at their fair value based on their quoted bid prices at the respective as at period end.

Trade and other receivables decreased by S$0.33 million or 36% from S$0.90 million as at 31 December 2015 to S$0.57 million as at 30 September 2016 was mainly due to decrease by S$0.15 million of trade receivables and S$0.18 million of other receivables.

Investment in associate decreased by S$0.67 million or 13% from S$5.15 million as at 31 December 2015 to S$4.48 million as at 30 September 2016 due to dilution loss on investment in an associate amounting to S$1.76 million due to change in shareholding, offset by write-back of impairment loss on investment in an associate of S$1.09 million.

Deferred tax assets increased by S$0.04 million or 27% from S$0.16 million as at 31 December 2015 to $S0.20 million as at 30 September 2016 in relation to additional deferred tax assets on employee benefits, unutilised leave and capital allowances incurred during the period.

Trade and other payables of S$25.95 million as at 30 September 2016 (31 December 2015: S$17.44 million) mainly comprise of:

(a) provision for interest payable of S$10.45 million (31 December 2015: S$6.80 million), arose from interest expense for Wintercrest Loan Facility due to increase in interest rate from 10% to 12% with effect from 29 May 2014 in accordance with the Supplementary Facility Agreement entered by the Company and Wintercrest and interest expenses are compounded with effect from 13 September 2015.
(b) other payables of S$2.08 million (31 December 2015: S$1.63 million), mainly contributed by amount payable for acquisition of additional interest in a subsidiary of S$1.00 million, S$0.21 million for deposit received from sales of property, S$0.16 million for initial sum of the JV Agreement and S$0.71 million for other outstanding from group operating activities.
(c) accrued operating expenses of S$13.37 million (31 December 2015: S$8.98 million) as follows:
    (i) accrued administration fees of S$10.25 million (31 December 2015: S$6.60 million) which relates to administration fees on the Wintercrest Loan Facility for each calendar month on the outstanding loan.
    (ii) accrued extension fees of S$0.57 million (31 December 2015: S$0.59 million) being fees for extension of loan term in relation to Wintercrest Loan Facility.
    (iii) withholding tax provision of S$2.21 million (31 December 2015: S$1.44 million) pertains provision for withholding tax for interest expense on Wintercrest Loan Facility.
    (iv) accrued legal and consultancy fees of S$0.08 million (31 December 2015: S$0.12 million) for unbilled services incurred for the period.
    (v) others accrued operating expenses of S$0.26 million (31 December 2015: S$0.23 million) mainly comprise of unbilled audit and tax fees for the financial period, accrued payroll related expenses such as unutilised leave and Central Provident Funds contribution.
(d) amount due to director of S$0.05 million (31 December 2015: S$0.03 million).

Current income tax liabilities decreased from S$0.09 million as at 31 December 2015 to S$0.04 million as at 30 September 2016 was mainly due to nine months as compared to twelve months accrual of income tax liabilities as at 30 September 2016 and 31 December 2015.

Employee compensation increased by S$0.07 million or 12% from S$0.60 million as at 31 December 2015 to S$0.67 million as at 30 September 2016 being additional provision for employee compensation during the period.

As at 30 September 2016, the Group had a negative working capital of S$44.18 million (31 December 2015: S$33.98 million) and net liability of S$24.33 million (31 December 2015: S$14.09 million). The Company intends to fund its operation through the Group's internal resources, disposal of investments, borrowings and/or capital raising as and when required. Please refer to Point 19 for going concern assumption.

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

Not applicable as there is no forecast or prospect statement 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.

The performance of the sterilisation segment of the Group has been consistent. Barring any unforeseen circumstances, we do not expect any substantial variation in its performance.

The Group's investment holding segment including quoted equity investment classified as investment in an associate and the portfolio of quoted financial assets, available-for-sale, including the portfolio under the mineral and energy resources ties to the changes in the financial market and global economy with uncertainty and volatility in the investment outlook. The mineral and energy resources segment is a highly risky business and requires time, effort, investment and development.

To-date, the following proposal was made by the Company:

Proposed Settlement Agreement with Wintercrest Advisors LLP

In relation to the Company's entry into a facility agreement dated 24 December 2013, a supplemental agreement dated 29 May 2014 and a second supplemental agreement dated 13 March 2015 with Wintercrest, the Company announced via SGXNET on 8 April 2016, that the Company has entered into a settlement agreement dated 7 April 2016 with Wintercrest ("Settlement Agreement") for the full and final settlement of the outstanding amount owing and payable to Wintercrest under the facility agreement based on computation as at 31 December 2015.

The Company and Wintercrest have agreed to effect a full and final settlement of the outstanding amount and have agreed that, subject to the specified conditions set out in the Settlement Agreement having been satisfied and/or complied with through assignment of investment assets in the mineral and energy resources segment and issuance of the Company's shares.

On 24 June 2016, the Company announced via SGXNET that the Securities Industry Council ("SIC") has on 23 June 2016 granted the Company with the whitewash waiver subject to conditions detailed within the announcement.

On 28 September 2016, the Company announced via SGXNET that the Company has on 28 September 2016 received the in-principle approval of the SGX-ST for the listing and quotation of the 23,011,537,185 Conversion Shares on the Main Board of the SGX-ST, subject to the Company's compliance with the SGX-ST's listing requirements and shareholders' approval being obtained for the issuance of the Conversion Shares.

On 28 September 2016, the Company also announced via SGXNET that the Company had sought a waiver (the "Waiver") from complying with Rule 1014(2) of the SGX-ST Listing Manual in relation to the inclusion of a qualified person's report in the Circular in respect of the Proposed Disposals, and the SGX-ST has on 28 September 2016 advised the Company that it has no objection to the Company's application for the Waiver.

The circular and notice of extraordinary general meeting was despatched on 13 October 2016. The extraordinary general meeting will be convened on 22 November 2016.

Updates on Legal Proceeding in relation to Raintree Rock Sdn Bhd ("Raintree")

On 26 April 2016, the Company announced via SGXNET that Raintree, a wholly owned subsidiary of Blumont Group Ltd., had been notified that it had on 22 April 2016, been served with a writ of summons and state of claim filed in the high court of Malaya in Kuala Lumpur to take steps to effect rectification of the strata title to the property, an order for specific performance by Raintree, subject to the Court varying certain terms of the Agreement dated 15 September 2015 for the sale of a property in Kuala Lumpur, including the purchase price, or, in lieu of specific performance, a refund of deposits paid by the Plaintiffs, together with liquidated damages of RM600,000 and damages for misrepresentation.

The Group is currently seeking legal advice and will, in consultation with its solicitors, take such necessary steps to defend the Legal Proceedings. The Group reserves all its rights on the matter. The Company will disclose any updates or further information on the legal proceedings when it is appropriate to do so.

Updates on Legal Proceeding in relation to Article Published in The Edge Singapore and The Edge Malaysia

Referring to its announcements made on 29 September 2014 and 17 October 2014 in relation to the commencement of defamation proceedings in Singapore and Malaysia against: (a) The Edge Publishing Pte Ltd and Benjamin Paul; and (b) The Edge Communications Sdn Bhd and Azam Aris, respectively (collectively, the "Defamation Proceedings"). The Company has on 18 October 2016 announced that the parties have reached an out-of-court global settlement of the dispute and the Defamation Proceedings have been discontinued. After taking advice from the Company's solicitors, the Company entered into a Settlement Agreement on 29 September 2016 with the abovementioned parties in full and final settlement of the Defamation Proceedings.

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.

The Board of Directors does not recommend any payment of dividends for the third quarter and nine months ended 30 September 2016.

13. If the Group has obtained a general mandate from shareholders for interested person transactions ("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 no dividend has been declared/recommended, a statement to that effect.

The Company did not obtain a general mandate from shareholders for IPTs.

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 Board of Directors which may render the unaudited consolidated financial results for the third quarter and nine months ended 30 September 2016 to be false or misleading.

On behalf of the Board of Directors

Ng Kim Huatt	Calvin Lim Huan Kim
Director	Director

15. Confirmation that the issuer has procured undertakings from all its directors and executive officer under Rule 720(1) of the listing manual.

The Company hereby confirms that it has procured undertakings from all its directors and executive officer under Rule 720(1) of the listing manual.

16. Please disclose the status on the use of proceeds raised from IPO and any offerings pursuant to Chapter 8 and whether the use of proceeds is in accordance with the stated use. Where the proceeds have been used for working capital purposes, a breakdown with specific details on how the proceeds have been applied must be disclosed.

Not applicable.

PART II– VOLUNTARILY DISCLOSURE OF ADDITIONAL INFORMATION

17. Breakdown of financial assets, at fair value through profit or loss

The financial assets, at fair value through profit or loss are as follows:

	GROUP		COMPANY	
	2016 S$000	**2015 S$000**	**2016 S$000**	**2015 S$000**
First half year ended 30 June				
Balance as at 1 January	1,074	7,880	2	161
Disposals	(487)	(4,298)	(1)	(150)
Fair value loss	(520)	(1,776)	(1)	(3)
Balance as at 30 June	**67**	**1,806**	**-**	**8**
Third quarter ended 30 September				
Disposals	-	(1,020)	-	-
Fair value (loss)/gain	(40)	642	-	(4)
Balance as at 30 September	**27**	**1,428**	**-**	**4**
At fair value on initial recognition:				
Listed securities:				
Equity securities – Singapore	27	1,417	-	4
Equity securities – Malaysia	-	11	-	-
Total as at 30 September	**-**	**1,428**	**-**	**4**

18. Breakdown of financial assets, available-for-sale

The investees held in the mineral and energy resources segments of the Group as at 30 September 2016 are Celsius Coal Limited, Cokal Limited, Kidman Resources Limited, Merlin Diamonds Limited, Elysium Resources Limited and Genesis Resources Limited classified as follows:

	GROUP		COMPANY	
	2016 S$000	2015 S$000	2016 S$000	2015 S$000
Quoted equity investments (a)	11,335	11,714	11,335	11,714
Celsius Convertible Note (b)	-	-	-	-
Cokal Convertible Loan (c)	-	4,840	-	4,840
Total Financial assets, available-for-sale	**11,335**	**16,554**	**11,335**	**16,554**
(a) Quoted equity investments				
At fair value				
First half year ended 30 June				
Balance as at 1 January	10,849	8,496	10,849	7,306
Additions	-	2,912	-	2,912
Additions from conversion of Celsius convertible note	-	166	-	166
Additions from conversion of interest receivables	-	23	-	23
Additions through conversion of debt owed by Elysium Resources Limited	14	-	14	-
Allowance for impairment recognised during the period	(5,551)	(788)	(5,551)	(136)
Disposal	-	(569)	-	-
Net change in fair value changes recognized in other comprehensive income	761	1,117	761	1,116
Cumulative change in fair value of financial assets, available-for-sale reclassified to profit or loss	(1,341)	-	(1,341)	-
Currency translation differences	-	30	-	-
Balance as at 30 June	**4,732**	**11,387**	**4,732**	**11,387**
Third quarter ended 30 September				
Additions through conversion of debts owed by Elysium Resources Limited	127	-	127	-
Net change in fair value changes recognised in other comprehensive income	5,978	776	5,978	776
Write-back of/(Allowance for) Impairment recognised during the period	498	202	498	(449)
Write-off of investment	-	(660)	-	-
Currency translation differences	-	9	-	-
Balance as at 30 September	**11,335**	**11,714**	**11,335**	**11,714**
(b) Celsius Convertible Note				
First half year ended 30 June and third quarter ended 30 September				
Balance as at 1 January	-	161	-	161
Conversion of convertible note	-	(86)	-	(86)
Impairment recognised	-	(28)	-	(28)
Currency translation differences	-	(47)	-	(47)
Balance as at 30 June and 30 September	**-**	**-**	**-**	**-**
(c) Cokal Convertible Loan				
First half year ended 30 June				
Balance as at 1 January	-	4,492	-	4,492
Currency translation differences	-	78	-	78
Balance as at 30 June	**-**	**4,570**	**-**	**4,570**
Third quarter ended 30 September				
Currency translation differences	-	270	-	270
Balance as at 30 September	**-**	**4,840**	**-**	**4,840**
Total Financial assets, available-for-sale	**11,335**	**16,554**	**11,335**	**16,554**

19. Going concern assumption

In the opinion of the Board, the Company would be able to operate as going concern.

The Board has reviewed the Group's cash flow requirements for the next 12 months and believe that although uncertainties exist, there are reasonable grounds to believe that the Group will be able to raise sufficient funds to enable the Group to fund its operations in the next 12 months. The basis for making this statement is as follows:

Negotiation on full settlement of the outstanding payable to Wintercrest Advisors LLC. The Company has entered into a settlement agreement dated 7 April 2016 with Wintercrest for the full and final settlement of the outstanding amount owing and payable to Wintercrest under the facility agreement (subject to regulatory and shareholders approval) based on computation as at 31 December 2015. If successful, the immediate impact would be remove the single largest liability and operating cost. Without any further interest charges and administration fees, the Company will be in a good position to return to profitability soon. The SIC has on 23 June 2016 granted the Company with whitewash waiver subject to conditions released in an announcement by

the Company on 24 June 2016. On 28 September 2016, the Company has received the in-principle approval of the SGX-ST for the listing and quotation of the 23,011,537,185 Conversion Shares on the Main Board of the SGX-ST, subject to the Company's compliance with the SGX-ST's listing requirements and shareholders' approval being obtained for the issuance of the Conversion Shares. The Company had also sought a waiver (the "Waiver") from complying with Rule 1014(2) of the SGX-ST Listing Manual in relation to the inclusion of a qualified person's report in the Circular in respect of the Proposed Disposals, and the SGX-ST has on 28 September 2016 advised the Company that it has no objection to the Company's application for the Waiver. The Circular containing further details on, inter alia, the proposed share issues, the whitewash resolution as well as all other transactions contemplated within the Settlement Agreement, together with the notice of extraordinary general meeting was despatched on 13 October 2016. The extraordinary general meeting will be convened on 22 November 2016.

Recovery of Consortium costs for Prospect Resources Limited. As announced by the Company on 15 August 2015, the Court has dismissed Prospect Resources Limited ("PSC")'s claims and ordered that PSC pay the Consortium costs. The Company has fully received the claims to-date.

Cash inflow from sale of properties. Further the Group is also pending to dispose one-unit Clear Water Residence in Malaysia which is valued at approximately S$0.49 million (RM1.50 million) as at 31 December 2015, which the Group is expecting to realise the sale in financial year 2016.

BY ORDER OF THE BOARD
Blumont Group Ltd.

Ng Kim Huatt
Executive Director
26 October 2016