



TREK 2000 INTERNATIONAL LTD (Registration Number 199905744N)

## First Quarter of FY 2016 Financial Statements

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

#### 1(a) An income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year

##### UNAUDITED RESULTS FOR THE FIRST QUARTER ENDED 31 March 2016

##### (i) Consolidated Income Statement

	1 <sup>st</sup> Qtr 2016	1 <sup>st</sup> Qtr 2015	Increase/ (decrease)
	US\$'000	US\$'000	%
<b>Revenue</b>	32,845	26,820	22.46
Cost of goods sold	(29,432)	(23,581)	24.81
<b>Gross profit</b>	<u>3,413</u>	<u>3,239</u>	5.37
<b>Other items of income :</b>			
Interest Income	148	160	(7.5)
Other income	166	293	(43.34)
<b>Other items of expense :</b>			
Research and development expenses	(1,408)	(1,038)	35.65
Marketing and distribution expenses	(492)	(583)	(15.61)
General administration expenses	(839)	(843)	(0.47)
Finance costs	(34)	(39)	(12.82)
Other expenses	(139)	(457)	(69.58)
<b>Profit before tax [1]</b>	<u>815</u>	<u>732</u>	11.34
Income tax expense	(11)	(11)	0
<b>Profit after tax for the period</b>	<u>804</u>	<u>721</u>	11.51
<b>Profit attributable to :</b>			
Non-Controlling interests	96	177	(45.76)
Owners of the Company	709	544	30.33
	<u>804</u>	<u>721</u>	11.51
Earnings per share attributable to owners of the parent (expressed in cents per share) :			
- Basic	0.22	0.18	
- Diluted	<u>0.22</u>	<u>0.18</u>	

**(ii) Breakdown and Explanatory notes to Consolidated Income Statement**

NM denotes not meaningful

[1] Profit before income tax is stated after (charging)/crediting the following:

	1 <sup>st</sup> Qtr 2016 US\$'000	1 <sup>st</sup> Qtr 2015 US\$'000	Increase/ (decrease) %
Interest income from:			
– fixed deposits	23	7	228.57
– available for sale financial assets	125	153	(18.30)
Allowance for doubtful debts	(19)	(19)	-
Depreciation of plant, property and equipment	(430)	(304)	41.45
Amortisation of intangible assets	(290)	(480)	(39.58)
Impairment of intangible assets	(417)	-	nm
Provision of share-based expense	(54)	(30)	80.0
Gain on disposal of plant, property and equipment	5	41	(87.80)
Net foreign exchange loss	(139)	(457)	(69.58)
Interest expenses – hire purchase	(4)	(4)	(0)
Interest on term loan/bank overdrafts	(11)	(35)	(68.57)

nm - Not meaningful

**(iii) Statement of consolidated comprehensive income statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial period**

	US\$'000		%
	1 <sup>st</sup> Qtr 2016	1 <sup>st</sup> Qtr 2015	Increase/ (decrease)
<b>Profit for the period</b>	<b>804</b>	<b>721</b>	11.51
<b>Other comprehensive Income:</b>			
Fair value adjustment on investment securities.	(38)	167	(122.75)
Foreign currency translation	182	(435)	(141.84)
Other Comprehensive income for the period, net of tax	143	(268)	(153.36)
<b>Total Comprehensive Income for the period</b>	<b>947</b>	<b>453</b>	109.05
<b>ATTRIBUTABLE TO:</b>			
Owners of the Company	851	276	208.33
Non-Controlling interests	96	177	(45.76)
	<b>947</b>	<b>453</b>	109.05

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

BALANCE SHEET as at	GROUP		COMPANY	
	31 Mar 2016 US\$'000	31 Dec 2015 US\$'000	31 Mar 2016 US\$'000	31 Dec 2015 US\$'000
<b>Non-current assets</b>				
Plant, property and equipment	13,419	12,959	17	6
Intangible assets	5,189	5,751	1,754	1,809
Investment in subsidiaries	-	-	5,225	5,225
Investment in associates	-	-	5	5
Quoted investments	7,611	8,749	7,611	8,749
Unquoted investments	183	182	-	-
	26,402	27,641	14,612	15,794
<b>Current assets</b>				
Trade and other receivables	12,007	11,436	711	714
Inventories	17,734	22,734	-	-
Amounts due from subsidiaries	-	-	24,420	25,425
Prepayments	544	265	39	8
Fixed deposits	11,155	4,781	660	-
Cash and bank balances	9,181	19,475	1,661	393
	50,621	58,691	27,491	26,540
<b>Total assets</b>	<b>77,023</b>	<b>86,332</b>	<b>42,103</b>	<b>42,334</b>
<b>Current liabilities</b>				
Trade payables and accruals	14,711	28,391	119	81
Other payables	4,819	2,298	459	319
Hire purchase payables	210	154	-	-
Term loans and bank overdrafts	1,955	1,249	-	-
Income tax payable	829	768	-	-
	22,524	32,860	578	400
<b>Net current assets</b>	28,098	25,831	26,913	26,140
<b>Non-current liabilities</b>				
Term loans	468	500	-	-
Deferred taxation	459	457	-	-
Hire purchase payables	275	150	-	-
	1,202	1,107	-	-
<b>Total liabilities</b>	23,726	33,967	578	400
<b>Net assets</b>	<b>53,297</b>	<b>52,364</b>	<b>41,525</b>	<b>41,935</b>
<b>Capital and reserves attributable to the equity holders of the Company</b>				
Share capital	37,829	37,829	37,829	37,829
Treasury shares	(298)	(283)	(262)	(247)
Other reserves	41	80	600	639
Revaluation reserve	2,029	2,029	-	-
Revenue reserve	(2,451)	(3,160)	3,358	3,714
Capital reserve	2,717	2,717	-	-
Translation reserve	(964)	(1,145)	-	-
Non controlling interest	14,394	14,298	-	-
<b>Total equity</b>	<b>53,297</b>	<b>52,364</b>	<b>41,525</b>	<b>41,935</b>
<b>Total equity and liabilities</b>	<b>77,023</b>	<b>86,332</b>	<b>42,103</b>	<b>42,334</b>

**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 March 2016 US\$'000		As at 31 December 2015 US\$'000	
Secured	Unsecured	Secured	Unsecured
2,165	-	1,403	-

Amount repayable after one year

As at 31 March 2016 US\$'000		As at 31 December 2015 US\$'000	
Secured	Unsecured	Secured	Unsecured
743	-	650	-

Details of any collateral :

The Group's motor vehicles and plant and equipment at net book value of US\$ 491,328 (FY2015: US\$619,267) are pledged as collaterals to the hire purchase creditors.

**1(c) A cash flow statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year**

**CONSOLIDATED CASH FLOW STATEMENT for the 3 months period ended 31 March**

	<b>2016</b>	<b>2015</b>
	<b>US\$'000</b>	<b>US\$'000</b>
<b>Cash flow from operating activities:-</b>		
Profit before income tax	815	732
Adjustments for:-		
Amortisation of intangible assets	290	480
Depreciation of property, plant and equipment	430	304
Allowance for doubtful debts	-	19
Write back for doubtful debts	(11)	-
Impairment of intangible assets	417	-
Gain on disposal of fixed assets	(5)	(41)
Gain on disposal of investment	(6)	-
Interest income	(148)	(160)
Foreign exchange difference	68	-
Translation differences arising on consolidation	(6)	19
Interest expense	34	38
	<b>1,878</b>	<b>1,392</b>
(Increase)/decrease in trade, other receivables and prepayments	(840)	12,229
Decrease/(increase) in inventories	5,000	(3,308)
Decrease in trade and other payables	(11,102)	(5,228)
	<b>(5,064)</b>	<b>5,085</b>
<b>Cash (utilised)/generated from operating activities</b>		
Income tax paid	(8)	-
Interest received	24	7
Interest paid	(34)	(38)
	<b>(5,082)</b>	<b>5,053</b>
<b>Net cash (utilised)/generated from operating activities</b>		
<b>Cash flow from investing activities</b>		
Proceeds from disposal of quoted & unquoted investments	1,104	-
Proceeds from disposal of fixed assets	6	99
Purchase of property, plant and equipment	(516)	(273)
Payment for patent & trademark registration expenses	(3)	(72)
Payment for development expenditures	(140)	(378)
Interest income from available for sale investment	125	153
	<b>576</b>	<b>(471)</b>
<b>Net cash generated/(used) by investing activities</b>		
<b>Cash flow from financing activities</b>		
Repurchase of treasury shares	(15)	-
Employees' share option exercised	-	64
Repayment of hire purchase instalments	(45)	(70)
Repayment of term loan	(62)	(4,541)
Proceeds from term loan	174	-
Capital contribution from non-controlling interest	-	1,252
	<b>52</b>	<b>(3,295)</b>
<b>Net cash generated by/(used in) financing activities</b>		
Net (decrease)/increase in cash and cash equivalents	(4,454)	1,287
Cash and cash equivalents as beginning of period	23,453	10,162
Effect of foreign exchange difference	6	(154)
	<b>19,005</b>	<b>11,295</b>
<b>Cash and cash equivalents at end of period</b>		

Group cash and cash equivalents in the consolidated cash flow statement consist of the following:

	<u>31 Mar 2016</u>	<u>31 Mar 2015</u>
	\$'000	\$'000
Cash and Bank Balances	9,181	2,660
Fixed Deposits	11,154	10,541
Bank Overdrafts	(1,330)	(1,906)
	<b>19,005</b>	<b>11,295</b>

**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**

	Equity attributable to equity holders of the Company							Total	Non-Controlling interest	Total Equity
	Share Capital	Treasury Shares	Capital Reserve	Foreign Currency Translation Reserve	Revenue Reserve	Other Reserve	Revaluation reserve			
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
<b>THE GROUP</b>										
Balance at 1 January 2015	29,605	(257)	2,717	(603)	4,685	579	2,029	38,755	8,860	47,615
Increase in shares through exercise of share options.	64	-	-	-	-	-	-	64	-	64
Capital contribution from non-controlling Interest	-	-	-	-	-	-	-	-	1,252	1,252
Total comprehensive income for the period	-	-	-	(435)	544	167	-	276	1,429	1,705
<b>Balance at 31 March 2015</b>	<b>29,669</b>	<b>(257)</b>	<b>2,717</b>	<b>(1,038)</b>	<b>5,229</b>	<b>746</b>	<b>2,029</b>	<b>39,095</b>	<b>11,541</b>	<b>50,636</b>
Balance at 1 January 2016	37,829	(284)	2,717	(1,145)	(3,160)	80	2,029	38,066	14,298	52,364
Share buyback purchased.	-	(14)	-	-	-	-	-	(14)	-	(14)
Total comprehensive income for the period	-	-	-	182	708	(39)	-	851	96	947
<b>Balance at 31 March 2016</b>	<b>37,829</b>	<b>(298)</b>	<b>2,717</b>	<b>(964)</b>	<b>(2,451)</b>	<b>41</b>	<b>2,029</b>	<b>38,903</b>	<b>14,394</b>	<b>53,297</b>
<b>THE COMPANY</b>										
Balance at 1 January 2015	29,605	(222)	-	-	6,618	579	-	36,580	-	36,580
Increase in shares through exercise of share options.	64	-	-	-	-	-	-	64	-	64
Total comprehensive income for the period	-	-	-	-	(345)	167	-	(178)	-	(178)
<b>Balance at 31 March 2015</b>	<b>29,669</b>	<b>(222)</b>	<b>-</b>	<b>-</b>	<b>6,273</b>	<b>746</b>	<b>-</b>	<b>36,466</b>	<b>-</b>	<b>36,466</b>
Balance at 1 January 2016	37,829	(249)	-	-	3,714	639	-	41,935	-	41,935
Share buyback purchased	-	(14)	-	-	-	-	-	(14)	-	(14)
Total comprehensive income for the period	-	-	-	-	(356)	(39)	-	(396)	-	(396)
<b>Balance at 31 March 2016</b>	<b>37,829</b>	<b>(262)</b>	<b>-</b>	<b>-</b>	<b>3,358</b>	<b>600</b>	<b>-</b>	<b>41,525</b>	<b>-</b>	<b>41,525</b>

**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 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 issued and paid-up capital of the Company, since the previous period reported on.

During the 1QFY16, no share options were granted under the Trek 2000 International Share Options Scheme 2011.

The outstanding share options under Trek 2000 International Share Options Scheme as at 31 March 2016 is as follows:

<b>Unexercised Share Option</b>	<u>No. of shares</u>
Balance as at 1 <sup>st</sup> January 2016	6,727,500
Share options withdrawn during the period	(150,000)
<b>Balance as at 31<sup>st</sup> March 2016</b>	<u><b>6,577,500</b></u>

**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 31 March 2016, share capital of the Company is as follows:

Ordinary Shares Issued and fully paid	<u>No. of shares</u>	<u>US\$</u>
Balance as at 1 <sup>st</sup> January 2016	324,116,925	37,828,942
Movement in Shares	-	-
<b>Balance as at 31<sup>st</sup> March 2016</b>	<u><b>324,116,925</b></u>	<u><b>37,828,942</b></u>

**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.**

During the period under review, no new treasury shares were acquired by the Company to acquire shares pursuant to the Share Purchase Mandate to be held as "Treasury Shares".

	<u>No. of shares</u>	<u>US\$</u>
Balance as at 1 <sup>st</sup> January 2016	1,450,100	(283,123)
Repurchase of shares and held as Treasury Shares	71,900	(14,451)
<b>Balance as at 31<sup>st</sup> March 2016</b>	<u><b>1,522,000</b></u>	<u><b>(297,574)</b></u>

**2. Whether the figures have been audited, or reviewed and in accordance with which standard (e.g. the Singapore Standard on Auditing 910 (Engagements to Review Financial Statements), or an equivalent standard) or practice.**

The above figures have not been audited or reviewed by its auditors, Messrs Ernst & Young.

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

Not Applicable

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

Except as disclosed in Paragraph 5 below, the Group has adopted the same accounting policies and method of computation in the consolidated financial statements for the current financial period as compared with the audited financial statement for the financial year ended 31 December 2015.

**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 and the Company adopted the following amended financial reporting standards ("FRS") which are effective for annual periods beginning on or after 1 January 2016.

The following are the amended FRS that are relevant to the Group:

- (i) Amendments to FRS 16 *Property plant and equipment*
- (ii) Amendments to FRS 38 *Intangible assets*
- (iii) Amendments to FRS 111 *Joint Arrangements*
- (iv) Amendments to FRS 110 *Consolidated financial statements*
- (v) Amendments to FRS 28 *Investments in associates and joint ventures*
- (vi) Amendments to FRS 1 *Presentation of financial statements*

The adoption of the above amended FRS does not have a significant impact on the financial statements of the Group.

**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**

<b>THE GROUP</b>	1Q 2016	1Q 2015
Profit after tax (US\$'000)	709	544
Weighted average number of ordinary shares in issue (in '000)	324,117	297,748
Weighted average number of ordinary shares in issue along with dilution effect (in '000)	324,412	298,756

**(Amount in USD cents)**

Earnings per ordinary share for the period after deducting any provision for preference dividends:-

(i) Based on existing issued share capital	<b>0.22</b>	<b>0.18</b>
(ii) On a fully diluted basis	<b>0.22</b>	<b>0.18</b>

Note:

*Basic earnings per share amounts are calculated by dividing profit for the period that is attributable to the ordinary equity holders of the Company by the weighted average number of ordinary shares outstanding during the financial period.*

*Diluted earnings per share amounts are calculated by dividing profit for the period that is attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares outstanding during the financial period plus the weighted average number of ordinary shares that would be issued on the conversion of all the dilutive potential ordinary shares into ordinary shares.*

**7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the (a) current period reported on and (b) immediately preceding financial year**

<b>NET ASSETS VALUE</b>	GROUP		COMPANY	
	31 Mar 2016	31 Dec 2015	31 Mar 2016	31 Dec 2015
Number of ordinary shares (in '000)	324,117	308,937	324,117	308,937
<b>(Amount in USD cents)</b>				
Net assets value per ordinary share based on issued share capital at the end of the period	<b>16.44</b>	<b>16.95</b>	<b>12.81</b>	<b>13.57</b>

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

At the close of the first quarter ended 31 March 2016 (1QFY16), the Group reported an 22.5% increase in revenues from US\$26.8 million (1QFY15) to US\$32.8 million. The gross profit increased by 5.4% from US\$3.2 million (1QFY15) to US\$3.4 million (1QFY16) which correspondences to revenue growth. The Group reported increased net profit after tax from US\$0.7 million (1QFY15) to US\$0.8 million (1QFY16) representing an increase by 11.5%.

The Group's performance is attributable to the following factors:

**Revenue**

The Group's Interactive Consumer Solutions (ICS) business reported a 31.3% increase from US\$24.3 million (1QFY15) to US\$31.9 million in 1QFY16.

**Expenses**

The Group's total expenses remained stable at US\$2.9 million in 1QFY16 (1QFY15: US\$2.9 million)

**Net profit after tax**

Net profit after tax increased 11.15% yoy from US\$0.7 million in 1QFY15 to US\$0.8 million in 1QFY16.

**Balance Sheet – Key Highlights**

- **Plant, property & equipment** – US\$0.5 million increase to US\$13.4 million is mainly due to the acquisition of machinery by our subsidiary.
- **Intangible Assets** – There was no significant change in intangible assets in 1QFY16. The intangible assets as at 31 Mar 2016 is US\$5.2 million (31 Dec 2015: US\$5.7 million). Being a technology leader in this space, the Group continues to emphasize and invest in Research and Development ("R&D").
- **Quoted Investments** - The fair value of investments in quoted investments was US\$7.6 million (31 Dec 2015: US\$8.7 million). The decrease by US\$1.1 million was due to maturity of a quoted investment.
- **Trade and other receivables** – At quarter-end, trade and other receivables closed at US\$12.0 million (31 Dec 2015: US\$11.4 million).
- **Inventories** – Group's inventories closed at US\$17.7 million, a decrease by US\$5.0 million from \$22.7 million in FY2015.

**Cashflow**

As at 31 March 2016, the Group has US\$20.3 million in net cash and cash equivalents and a net cash position of US\$19.0 million.

Going forward, the Group expects business conditions to remain challenging. In spite of the global economic uncertainties, it will continue to pursue its R&D activities and remain innovative in broadening its product offerings to the market.

Barring any unforeseen circumstances, the Group remains cautiously optimistic.

**IPT Inquiry and other matters**

Apart from the above, shareholders and investors are advised to refer to the cautionary statement set out in the Appendix on page 11.

**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**

As at 31 March 2016, the Group has US\$20.3 million in net cash and cash equivalents.

Going forward, the Group expects that business conditions will continue to be challenging. The Group will continue to pursue its R&D activities and to remain innovative in broadening its product offerings to the market.

Barring any unforeseen circumstances, the Group is cautiously optimistic despite continued global economic uncertainties.

**IPT Inquiry and other matters**

Apart from the above, shareholders and investors are advised to refer to the cautionary statement set out in the Appendix on page 11.

**11. Dividend**

**(a) Current Financial Period Reported On**

Any dividend recommended 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 period? **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**

No interim dividend has been declared/(recommended) for the current period under review.

**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.**

The Company does not have any general mandate from shareholders pursuant to Rule 920.

**14. If the case of an announcement of interim financial statement (quarterly or half-yearly), the issuer's directors must confirm that, to the best of their knowledge, nothing has come to the attention of the board of directors which may render the interim financial results to be false or misleading, in any material aspect. Please confirm that such a statement has been made.**

The Company have not issued any interim financial statements which may render the interim financial statements to be false or misleading, in any material aspect pursuant to Rule 705(5).

**15. Confirmation that the issuer has procured undertaking from all its directors and executive officers (in the format set out in Appendix 7.7 under Rule 720(1)).**

Pursuant to Rule 720(1) of the Listing Manual, the Company has procured undertakings from all its directors and executive officers.

**PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT**  
**(This part is not applicable to Q1, Q2, Q3 or Half Year Results)**

16. **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**

Not Applicable

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

Not Applicable

18. **A breakdown of sales**

Not Applicable

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

Not Applicable

BY ORDER OF THE BOARD

**EDWIN LONG MING FAI**

Executive Director  
18 August 2016

**CONFIRMATION BY THE BOARD PURSUANT TO RULE 705(5) OF THE LISTING MANUAL**

The directors confirm that, to the best of their knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited financial statements for the period ended 31 March 2016 to be false and misleading in any material respect.

On behalf of the Directors

Signed

HENN TAN  
Director

18 August 2016

Signed

EDWIN LONG MING FAI  
Director

## Appendix

### CAUTIONARY STATEMENT

For the period commencing from 25 February 2016 to date, announcements have been made by the Company in relation to *inter alia* (1) the IPT Inquiry by TSMP Law Corporation on certain interested party transactions involving T-Data Systems (S) Pte. Ltd. ("T-Data"), (2) documentation deficiencies observed by the auditors, and following which, the report made by the auditors to the Accounting and Corporate Regulatory Authority (ACRA) in respect of matters that have come to their attention in the course of their audit of the FY2015 financial statements, and (3) investigations conducted by the Commercial Affairs Department (CAD) as announced on 1 June. Further information can be found in the announcements dated 25 February 2016, 1 March 2016, 14 March 2016, 17 March 2016, 7 April 2016, 26 April 2016, 25 May 2016, 1 June 2016 and 8 June 2016.

As announced on 8 June 2016, RSM Corporate Advisory Pte Ltd ("RSM") had been appointed as forensic accountants to review and carry out inquiry on *inter alia* the interested party transactions involving T-Data, and opine on the financial impact of such transactions on the Group. The review by RSM and the IPT Inquiry are still ongoing. Pending such inquiry/review, there are uncertainties as to the full implications and impact of the aforesaid developments on the FY2015 financial statements, in particular, as to whether adjustments are required to be made.

In view of the foregoing, shareholders and investors are advised to carefully monitor and refer to further announcements released by the Company for updates, and to consult their stockbrokers, bank managers, solicitors or other professional advisers if they have any doubt about the actions they should take. They are therefore cautioned against placing undue reliance on the same.