M M P RESOURCES LIMITED

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

UNAUDITED FINANCIAL STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2015
PART I – INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF YEAR AND FULL YEAR RESULTS

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

	Unaudited 4th Quarter Ended			Unaudited Year Ended		
	31/12/2015	31/12/2014	(+/-)	31/12/2015	31/12/2014	(+/-)
	S$'000	S$'000	%	S$'000	S$'000	%
Continuing Operations						
Revenue	399	1,119	-64%	998	2,331	-57%
Cost of sales	(497)	(1,044)	-52%	(1,269)	(2,052)	-38%
Gross Profit	(98)	75	-231%	(271)	279	-197%
Other items of Income						
Other income	155	(191)	-181%	317	31	923%
Other items of Expense						
Administrative expenses	(4,023)	(913)	341%	(5,679)	(1,887)	201%
Finance costs	196	(20)	-1080%	(132)	(26)	408%
Other expenses	(18,227)	(1)	1822600%	(37,747)	(5)	754840%
Profit/(loss) before income tax	**(21,997)**	**(1,050)**	1995%	**(43,512)**	**(1,608)**	2606%
Profit/(loss) before tax from continuing operations	(21,997)	(1,050)	1995%	(43,512)	(1,608)	2606%
Profit/(loss) before tax from discontinued operations	-	(5,956)	-100%	(231)	(1,086)	-79%
Profit/(loss) for the financial year	**(21,997)**	**(7,006)**	214%	**(43,743)**	**(2,694)**	1524%
Other comprehensive income for the period						
Discounted Operation						
Foreign currency translation difference-foreign operation	-	3,752	-100%	(13)	(2)	550%
Foreign currency translation differences, reclassified to profit and loss on disposal of foreign operations	-	1,092	-100%	15	1,092	-99%
Other comprehensive income for the year, net of tax	-	4,844	-100%	2	1,090	-100%
Total comprehensive income for the financial year	**(21,997)**	**(2,162)**	917%	**(43,741)**	**(1,604)**	2627%
Profit/(Loss) for period attributable to:						
Owners of the company						
- Continuing operations	(21,997)	(6,997)	214%	(43,940)	(2,704)	1525%
- Discontiued operation	-	-	n.m	(28)	-	n.m
	(21,997)	**(6,997)**	214%	**(43,968)**	**(2,704)**	1526%
Non-controlling interests						
- Continuing operations	-	(9)	-100%	428	10	4180%
- Discontinued operations	-	-	n.m	(203)	-	n.m
	-	**(9)**	-100%	**225**	**10**	2150%
	(21,997)	**(7,006)**	214%	**(43,743)**	**(2,694)**	1524%

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

Total Comprehensive Income for the year attributable to:						
Owners of the company						
- Continuing operations	(21,997)	(2,153)	922%	(43,940)	(1,614)	2622%
- Discontinued operations	-	-	n.m	(26)	-	n.m
	(21,997)	**(2,153)**	922%	**(43,966)**	**(1,614)**	2624%
Non-controlling interests						
- Continuing operations	-	(9)	-100%	428	10	4180%
- Discontinued operations	-	-	n.m	(203)	-	n.m
	-	**(9)**	-100%	**225**	**10**	2150%
	(21,997)	**(2,162)**	917%	**(43,741)**	**(1,604)**	2627%

n.m – not meaningful

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

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

	Unaudited 4th Quarter Ended		Unaudited Year Ended	
	31/12/2015 S$'000	31/12/2014 S$'000	31/12/2015 S$'000	31/12/2014 S$'000
Depreciation of Property, Plant & Equipment	18	23	91	81

1(a)(iii) Profit/(Loss) from Discontinued Operations

On 30 June 2015, SC Building & Construction Pte Ltd ("SCBC"), the Company's wholly owned subsidiary, had disposed of its 60% of the equity interests in Elite Bay Sdn Bhd ("Elite Bay") to Mr. Yuen Pin Wai and Mr. Goh Kim Chey for a purchase consideration of S$100,000. Elite Bay is a company incorporated in Malaysia, which is engaged in the construction business.

The foreign currency translation differences arise from translating the result of the discontinued operations was reclassified to profit and loss upon the completion of disposal.

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

	Note	Group		Company	
		Unaudited 2015 S$'000	Audited 2014 S$'000	Unaudited 2015 S$'000	Audited 2014 S$'000
Assets					
Non-Current assets					
Investment in unquoted equities	11	-	35,380	-	23,380
Investment in subsidiaries	12	-	-	-	12,100
Property, plant and equipment	13	45	836	45	-
Deferred tax asset	8(b)	-	3	-	-
Goodwill	12(c)	-	26	-	-
		45	**36,245**	**45**	**35,480**
Current Assets					
Trade and other receivables		776	2,781	46	1,661
Due to subsidiaries		-	-	12	698
Income tax receivables		-	10	-	-
Prepaid operating expenses		20	43	20	10
Cash and cash equivalents		6	169	6	63
		802	3,003	84	2,432
Total Assets		**847**	**39,248**	**129**	**37,912**
Equity and Liabilities					
Equity					
Capital and reserves attribtable to equity holders of the company					
Share capital		121,992	95,482	121,992	95,482
Other reserve		2,421	(5,200)	2,421	(5,200)
Foreign currency translation reserve		-	(2)	-	-
Accumulated (profit)/loss		(131,116)	(87,148)	(131,075)	(86,730)
		(6,703)	3,132	(6,662)	3,552
Non-controlling interest		-	69	-	-
Total Equity		(6,703)	3,201	(6,662)	3,552
Current liabilities					
Loan and borrowings		5,319	662	5,319	-
Trade and other payables		1,806	29,317	1,007	28,946
Due to directors		-	150	-	-
Due to shareholders		-	5,133	-	5,133
Due to subsidiaries		-	-	40	-
Other liabilities		425	296	425	281
Gross amount due to customer on construction work-in-progress		-	450	-	-
		7,550	36,008	6,791	34,360
Non Current liabilities					
Borrowings		-	39	-	-
Total liabilities		7,550	36,047	6,791	34,360
Total Equity and Liabilities		**847**	**39,248**	**129**	**37,912**

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

Amount repayable in one year or less, or on demand

	As at 31/12/2015		As at 31/12/2014	
	Secured	Unsecured	Secured	Unsecured
	S$'000	S$'000	S$'000	S$'000
Obligation under finance lease	-	-	41	-
Borrowings	-	5,319	590	31
	-	5,319	631	31

Amount repayable after one year

	As at 31/12/2015		As at 31/12/2014	
	Secured	Unsecured	Secured	Unsecured
	S$'000	S$'000	S$'000	S$'000
Obligation under finance lease	-	-	39	-
Borrowings	-	-	-	-
	-	-	39	-

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

	Note	Unaudited 2015 S$'000	Unaudited 2014 S$'000
Cash Flows from Operating Activities			
Profit (Loss) before tax for continuing operations		(43,512)	(1,608)
Profit (Loss) before tax for discontinued operations		(231)	(1,086)
		(43,743)	(2,694)
Adjustments for:			
Depreciation of property, plant and equipment		91	81
(Gain)/ Loss on disposal of subsidiaries		215	1,086
Write off of Investment		35,380	-
Share based payment		27,481	-
Reversal of other reserves in prior year		5,200	-
Finance costs		132	26
Operating cash flows before changes in working capital		24,756	(1,501)
Changes in working capital:			
Decrease (increase) in gross amount due from customer for contract work-in-progress		(371)	-
Decrease (increase) in Inventories		(56)	-
Decrease (increase) in trade and other receivables		351	3,337
Decrease (increase) in prepaid operating expenses		(1)	(28)
Increase (decrease) in trade and other payables		(30,944)	(4,822)
Increase (decrease) in amount due to directors		(150)	-
Increase (decrease) in other liabilities		(296)	19
Cash flows from/(used in)operations		(6,711)	(2,995)
Interest paid		(132)	(26)
Income taxes paid		-	(30)
Net cash flows from operating activities		(6,843)	(3,051)
Cash flows from Investing Activities			
Purchase of property, plant and equipment		(891)	(119)
Net cash inflows on disposal of subsidiaries		592	4,634
Net cash out flow on acquisition of a subsidiary		-	(151)
Acquisition of unquoted equity investments		-	(10,000)
Net cash flows used in investing activities		(299)	(5,636)
Cash flows from Financing Activities			
Proceeds from issuance of shares		1,590	-
Share issuance expense		(140)	-
Proceeds of non-trade amount due to directors		-	150
Proceeds of non-trade amount due to shareholders		-	3,133
Proceeds from loans and borrowings		5,529	36
Repayment of loans and borrowings		-	(79)
Net cash flows (used in)/from financing activities		6,979	3,240
Net increase in cash and cash equivalents		(163)	(5,447)
Cash and cash equivalents at beginning of period		169	5,585
Cash and cash equivalents at end of period		6	138

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. (cont'd)

Notes:

Cash and cash equivalent at the end of the reporting period as shown in the consolidated statement of cash flows can be reconciled to the related items in the consolidated balance sheet as follows:

	2015	2014
	S$'000	S$'000
Cash at banks and on hand	6	169
Less: Bank overdraft	-	(31)
	6	138

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

	Attributable to owners of the company							
Unaudited 2015 - Group	**Share capital S$'000**	**Other Reserve S$'000**	**Share-based payment reserve S$'000**	**Translation Reserve S$'000**	**Accumulated profit/(loss) S$'000**	**Attributable to Owners of the parent S$'000**	**Non-controlling interests S$'000**	**Total Equity S$'000**
At 1 January 2015	***95,482***	***(5,200)***	***-***	***(2)***	***(87,148)***	***3,132***	***69***	***3,201***
Profit/(loss) for the period					(43,968)	(43,968)	224	***(43,744)***
Other comprehensive income								
Foreign currency translation reserve	-	-	-	(8)		(8)	(4)	(12)
Foreign Currency Translation differences, reclassified to profit and loss on disposal of foreign operation	-	-	-	10		10	4	14
Total comprehensive income for the period	-	-	-	2	(43,968)	(43,966)	224	(43,742)
Contributions by and distributions to owners of the parent								
Issuance of ordinary shares	26,650	5,200		-	-	31,850	-	31,850
Share issue expenses	(140)	-	-	-	-	(140)	-	(140)
Total transactions with owners in their capacity as owners of the parent	26,510	5,200	-	-	-	31,710	-	31,710
Share-based payment			2,421			2,421	-	2,421
Disposal of subsidiaries	-	-	-	-	-	-	(293)	(293)
At 31 December 2015	***121,992***	***-***	***2,421***	***-***	***(131,116)***	***(6,703)***	***-***	***(6,703)***

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

	Attributable to owners of the parent							
Audited 2014 - Group	**Share capital S$'000**	**Other Reserve S$'000**	**Share-based payment reserve S$'000**	**Translation Reserve S$'000**	**Accumulated profit/(loss) S$'000**	**Attributable to Owners of the parent S$'000**	**Non-controlling interests S$'000**	**Total Equity S$'000**
At 1 January 2014	***95,482***	***-***	***-***	***(1,092)***	***(84,444)***	***9,946***	***-***	***9,946***
Loss for the year	-	-	-		(2,704)	(2,704)	10	***(2,694)***
Other comprehensive income								
Foreign exchange translation loss	-	-	-	1,090		1,090	-	***1,090***
Total comprehensive income for the year	-	-	-	1,090	(2,704)	(1,614)	10	(1,604)
Issuance of convertible bond	-	(5,200)	-	-	-	(5,200)	-	(5,200)
Additional non-controlling interest arising on acquisition of subsidiary	-	-	-	-	-	-	59	59
At 31 December 2014	***95,482***	***(5,200)***	***-***	***(2)***	***(87,148)***	***3,132***	***69***	***3,201***

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 (cont'd).

2015 - Company	Share capital S$'000	Reserve funds S$'000	Share-based payment S$'000	Accumulated profit/(loss) S$'000	Total S$'000
Balance at 1 January 2015	***95,482***	***(5,200)***	***-***	***(86,730)***	***3,552***
Profit/(loss) for the period	-	-	-	(44,344)	(44,344)
Other comprehensive income					
Foreign currency translation reserve	-	-	-	-	-
Total comprehensive income for the period	**95,482**	**(5,200)**	**-**	**(131,075)**	**(44,344)**
Issuance of ordinary shares					
Contributions by and distributions to owners of the parent					
Issuance of ordinary shares	26,650	5,200	-	-	31,850
Share issue expense	(140)	-	-	-	(140)
Share based payment	-	-	2,421	-	2,421
Total transactions with owners in their capacity as owners of the parent	26,510	5,200	2,421	-	34,131
Balance at 31 December 2015	**121,992**	**-**	**2,421**	**(131,075)**	**(6,662)**

2014 - Company	Share capital S$'000	Reserve funds S$'000	Share-based payment S$'000	Accumulated profit/(loss) S$'000	Total S$'000
Balance at 1 January 2014	***95,482***	***-***	***-***	***(95,537)***	***(55)***
Profit/(loss) for the period	-	-	-	8,807	8,807
Other comprehensive income					
Foreign currency translation reserve	-	-	-	-	-
Total comprehensive income for the period	-	-	-	8,807	8,807
Contributions by and distributions to owners of the parent					
Other reserve - equity component of covertible promissory note	-	(5,200)	-	-	(5,200)
Total transactions with owners in their capacity as owners of the parent	-	(5,200)	-	-	(5,200)
At 31 December 2014	***95,482***	***(5,200)***	***-***	***(86,730)***	***3,552***

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

Details of ordinary share capital movements are as shown below:

As at 31/12/2015		As at 31/12/2014	
No of shares	**S$**	**No of shares**	**S$**
1,688,463,799	121,991,687	1,316,763,799	95,481,587

1(d) (iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

Company	**31/12/2015**	**31/12/2014**
Total number of issued shares	1,688,463,799	1,316,763,799

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

1(d) (iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

Not applicable.

2 Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.

The figures have not been audited or reviewed by the auditors.

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

Not applicable.

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

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

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

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

6 Earnings per ordinary share of the group for the current period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends. (a) Based on the weighted average number of ordinary shares on issue; and (b) On a fully diluted basis (detailing any adjustments made to the earnings).

	Year Ended	
	31/12/2015	**31/12/2014**
	S$ (cents)	**S$ (cents)**
(Loss)/Profit per share		
- Basic	(3.02)	(0.20)
- Diluted	(3.02)	(0.20)

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

	No. of shares	**No. of shares**
Basic	1,447,742,429	1,316,763,799
Diluted	1,447,742,429	1,316,763,799

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	
	31/12/2015	**31/12/2014**	**31/12/2015**	**31/12/2014**
	S$ (cents)	**S$ (cents)**	**S$ (cents)**	**S$ (cents)**
Net asset value per ordinary share	(0.46)	0.24	(0.46)	0.27

Net asset value per ordinary share of the Group was calculated based on the share capital of 1,447,742,429 (FY2014：1,316,763,799) shares.

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

REVIEW OF INCOME STATEMENT

The Group reported a loss of S$21.997 million for the 4Q2015 and S$43.743 million for the year ended 31 December 2015. An analysis of the statement of comprehensive income is as follows:

Revenue and cost of sales

The Group's total revenue of S$0.998 million for the year ended 31 December 2015 decreased by 57.2% compared to the Prior Corresponding Period ("PCP") (31 December 2014: $2.331 million). Total cost of sales for FY 2015 amounts to S$1.269 million decreased by 38.2% compared to the PCP (31 December 2014: $2.052 million). The decrease was mainly due to:-

- Significant changes in the Group's operational structures

(i) Disposal of assets owned by the Group in FY 2015.

Other Income

Other income increased by approximately S$0.286 million from $0.031 million for FY 2014 to $0.317 million for FY 2015. The increase was mainly due to the management fee for managing the Korean Micro Power Plants on behalf of Primeforth.

Gross Profit Margin

As previously mentioned in 3Q2015 results and earlier announcements, break-even profitability for fixed and variable overheads requires the implementation of 5 (five) MPPs. Despite the Group's conscientious efforts, market conditions and lack of funding had made it difficult for the Group to reach break-even point. Therefore, despite the sale of MMPGL to Primeforth on 13 November 2015, the Group still reported a negative profit margin in 4Q2015 and FY 2015.

Administrative Expenses

Administrative Expenses consist of salary and director remuneration, office rental, depreciation, legal and professional fees, MPP's setup expenses and other expenses. Administrative expenses increased by S$3.792 million in FY 2015 and S$3.110 million in 4Q2015 respectively.

Increase in administrative expenses in FY 2015 is due mainly to the increase in salary, bonus and director remuneration by S$1.172 million. Office rental had also increased by S$0.154 million in FY 2015. Professional fees increased by S$2.421 million. These expenses relates mainly to the fees associated with restructuring process the Group had undergone throughout FY 2015, professional fees associated with the additional listing of shares on the Singapore Exchange ("SGX") and legal expenses incurred with the various sale of assets.

The above had led to the increase in administrative expenses for FY 2015.

Other Expenses

Other expenses increased by approximately S$37.742 million for FY 2015. The increase in Other Expenses is mainly due to:-

(i) Impairment loss of S$23.27 million during the dilution process by majority shareholders in Renaissance Enterprises S.A. ("Renaissance") in 2Q2015; and

(ii) Loss of S$12 million from the write off of Ardilaun Energy Limited (Sunny Cove) in 4Q2015.

(iii) Write off of working capital loan amounting to S$1.7 million to Renaissance in 4Q2015.

REVIEW OF STATEMENT OF FINANCIAL POSITION

NON-CURRENT ASSETS

Available-for-sale financial asset

Available-for-sale financial assets decreased by 100% from S$35.38 million in FY 2014 to S$0 in FY 2015, as the following investments were written down during the year:-

(i) Renaissance Enterprise S.A. in 2Q2015; and

(ii) Ardilaun Energy Limited (Sunny Cove) in 4Q2015.

Property, Plant and Equipment

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

Property, plant and equipment decreased by S$0.791 million or 94.6% from $0.836 million as at 31 December 2014 to $0.045 million as at 31 December 2015. The decrease was due to sale of Elite Bay and Magnum Modular Power Generation Pte Ltd ("MMPG"), which owns majorly of the Group's property, plant and equipment.

CURRENT ASSETS

Trade and other Receivables

Trade and other receivables at the Group level decreased from S$2.781 million as at 31 December 2014 to S$0.776 million as at 31 December 2015. FY 2015 receivables is made up mainly of the proceeds from the sale of MMPG and management fee due from customer.

CURRENT LIABILITIES

Loan and Borrowings

The Group has total borrowings of S$5.319 million as at 31 December 2015. This is mainly made up of unsecured loan payable undertaken by the Group.

Trade and other payables

Trade and other payables decreased by S$27.511 million from S$29.317 million as at 31 December 2014 to S$1.806 million as at 31 December 2015. The decrease is due to:

(i) Redemption Promissory note to new ordinary shares amounting to S$28.579 million.

Other liabilities

The Group's current other liabilities as at 31 December 2015 is S$0.425 million (31 December 2014: S$0.296 million) comprises predominantly of accruals of regular operating expenses and loan interest payable for FY 2015.

REVIEW OF STATEMENT OF CASH FLOW

The Group reported a net decrease in cash and cash equivalents of S$0.163 million in FY2015, which was mainly attributable to the following:

- Net cash used in operating activities is S$6.843 million.
  (i) Reduction in other payable due to the conversion of promissory note to shares
  (ii) Reduction in other payable due to conversion of loan to shares.

- Net cash used in investing activities amounts to S$0.299 million. This is mainly due to:
  (i) Mainly used for the purchase of property, plant and equipment.
  (ii) Cash inflow of $0.592 for disposal of subsidiary in FY2015.

- Net cash inflow financing activities is S$6.979 million. The net cash generated is mainly due to:
  (i) Borrowings undertaken during FY 2015.

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

No forecast or prospect statement has been previously disclosed to shareholders.

10 A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

Barring any unforeseen circumstances, there are no significant changes in the trends and competitive conditions of the industry in which the Group operates and no major known factors or events that may adversely affect the Group in the next reporting period and the next twelve months.

Recent Developments

As previously announced on 13 November 2015, the Group reached an agreement with our Joint Venture partner, Primeforth Renewable Energy Ltd ("PREL"), to sell its 70% equity stake. This stake was sold primarily based on the fact that a placement undertaken early in the year was incomplete, therefore the costs of running a singular Micro Power Plant ("MPP") in Korea, outstripped the revenue model. The Group subsequently entered into a Management Services Agreement to manage the operations of the South Korean MPPs for 24 months for PREL. Magnum Energy shall be paid a Monthly Management Fee of S$100,000 for its management services.

The Company has been engaged with multiple lending facilitators since December, looking at securing a debt facility or instrument. The uses of these proceeds are potentially earmarked for the creation of a new wholly owned subsidiary to operate three MPP in Pohang, based entirely on the recently executed model. Three MPP will cover all Korean expenses, with a consistent and attractive Return On Investment ("ROI"), allowing the Company an "Owner Operator" revenue strategy within the construction space. Additionally, the Company is reviewing other construction opportunities, as part of normal business.

The Company enters FY2016 with a single income stream, requiring fundraising to garner more revenue streams. With no additional extraordinary expenses, the Company forecasts a marginal profit by quarter in

FY2016. However, with a potential fundraising exercise required to secure funding for growth, the cost associated with those instruments may exceed thresholds of profitability. The Company views commissions as an extraordinary expense, as it is required only once per instrument. However the Company would try to mitigate these risks as much as possible.

The Company's mandate with restructuring agent - Lighthouse Strategic Group Limited ("LSG") will expire on the 27th April 2016. Although their services have been extremely beneficial to the Company's current standing, the Company would not enter into a new performance relationship in FY2016 that would warrant the same level of remuneration awarded in FY2015. The Company is in ongoing talks with LSG, with a lot dependent on fundraising to allow for the employment of new Company personnel.

11 If a decision regarding dividend has been made:-

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

None.

(b) (i) Amount per share

(ii) Previous corresponding period

Not applicable.

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

Not applicable.

(d) The date the dividend is payable

Not applicable.

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

Not applicable.

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

No dividend has been declared or recommended for the year ended 31 December 2015.

13 If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

There were no IPTs during the period under review.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

(This part is not applicable to Q1, Q2, Q3 or Half-Year Results)

14 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.

	Construction	Investment holding	Total
	S$'000	S$'000	S$'000
Group			
2015			
Revenue			
External customers, representing total revenue	998	-	998
Results			
Cost of sales	(1,269)	-	(1,269)
Other Income	317	-	317
Depreciation of property, plant and equipment	(77)	(14)	(91)
Other Expenses	-	(37,747)	(37,747)
Administrative Expenses	(840)	(4,748)	(5,588)
Finance Expenses	(40)	(92)	(132)
Loss before tax from continuing operations	(911)	(42,601)	(43,512)
Assets			
Segment assets	-	847	847
Liabilities			
Segment liabilities	-	7,550	7,550

	Construction	Investment holding	Total
	S$'000	S$'000	S$'000
Group			
2014			
Revenue			
External customers, representing total revenue	2,331	-	2,331
Results			
Cost of sales	(2,052)	-	(2,052)
Other Income	-	31	31
Depreciation of property, plant and equipment	(72)	(9)	(81)
Other Expenses	-	(5)	(5)
Administrative Expenses	(641)	(1,165)	(1,806)
Finance Expenses	(24)	(2)	(26)
Loss before tax from continuing operations	(458)	(1,150)	(1,608)

Assets			
Segment assets	1,843	37,405	39,248
Liabilities			
Segment liabilities	1,687	34,360	36,047

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

The following details show the distribution of the Group's revenues from continuing operations based on the geographical segments in which the customers are located:

	12 months ended 31/12/2015 S$'000	12 months ended 31/12/2014 S$'000
Group		
Malaysia	-	2,331
South Korea	998	-
	998	2,331

16 A breakdown of sales.

	2015 S$ '000	2014 S$ '000	(+/-) %
1st Half Year:			
Continuing Operations			
(a) Sales reported for the period	8	1,137	-99%
(b) Operating profit/(loss) after tax reported for the period	(20,842)(1)	51	-40,966%
Discontinued Operations			
(a) Sales reported for the period	-	-	n.m
(b) Operating profit/(loss) after tax reported for the period	(231)	-	n.m
2nd Half Year:			
Continuing Operations			
(a) Sales reported for the period	990	1,194	-17%
(b) Operating (loss) after tax reported for the period	(22,670)(1)	(1,658)	-1,267%
Discontinued Operations			
(a) Sales reported for the period	-(2)	-(2)	-(2)
(b) Operating (loss) after tax reported for the period	-(2)	-(2)	-(2)

Note:

(1) Excludes loss on disposal of subsidiaries and investments.

(2) Discontinued operations disposed on 30 June 2015.

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

Not applicable. No dividends has been declared/recommended for FY 2015 and FY 2014.

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

Pursuant to Rule 704(13) of the Listing Manual of SGX-ST, the Group would like to confirm that there is no person occupying a managerial position in the Company or any of its principal subsidiaries who is a relative of a Director, Chief Executive Officer or substantial shareholder of the Company.

BY ORDER OF THE BOARD

Drew Ethan Madacsi
Executive Director
29 February 2016