



XPRESS HOLDINGS LTD
(Registration No. 199902058Z)

**UNAUDITED RESULTS FOR THE
FOURTH QUARTER ENDED 31 JULY 2015**

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

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

Note	GROUP 3 MONTHS ENDED			GROUP 12 MONTHS ENDED			
	31 Jul 2015	31 Jul 2014	Increase / (decrease)	31 Jul 2015	31 Jul 2014	Increase / (decrease)	
	\$'000	\$'000	%	\$'000	\$'000	%	
	Revenue	1,692	2,589	(34.6%)	11,946	13,643	(12.4%)
1	Other income	(179)	423	(142.3%)	593	1,012	(41.4%)
	Total Revenue	1,513	3,012	(49.8%)	12,539	14,655	(14.4%)
	Costs and expenses						
	Changes in inventories of finished goods and work-in-progress	43	(733)	(105.9%)	(141)	(658)	N.M
	Raw materials and consumables used	(757)	(2,550)	(70.3%)	(2,891)	(6,105)	(52.6%)
	Staff costs	289	(2,050)	(114.1%)	(4,346)	(8,349)	(47.9%)
	Depreciation	(101)	(421)	(76.0%)	(1,173)	(1,900)	(38.3%)
	Foreign currency losses	(464)	(559)	(17.0%)	(14)	(214)	(93.5%)
2	Other operating expenses	(591)	(138,656)	(99.6%)	(3,419)	(142,037)	(97.6%)
3	Finance costs	(88)	(474)	(81.4%)	(227)	(937)	(75.8%)
	Profit before tax	(156)	(142,431)	(99.9%)	328	(145,545)	(100.2%)
4	Income tax	(17)	(10)	70.0%	(17)	(102)	(83.3%)
	Net profit for the period	(173)	(142,441)	(99.9%)	311	(145,647)	(100.2%)
	Attributable to:						
	Equity holders of the parent	(170)	(142,444)	(99.9%)	314	(145,646)	(100.2%)
	Non - controlling interests	(3)	3	(200.0%)	(3)	(1)	200.0%
	Net profit for the period	(173)	(142,441)	(99.9%)	311	(145,647)	(100.2%)

N.M. : Not meaningful

1(a)(ii) Breakdown and explanatory notes to the income statement

Note 1 Other income comprises the following:

Note	3 MONTHS ENDED			12 MONTHS ENDED		
	31 Jul 2015	31 Jul 2014	Increase / (decrease)	31 Jul 2015	31 Jul 2014	Increase / (decrease)
	\$'000	\$'000	%	\$'000	\$'000	%
Bad debts recovered	7	-	N.M.	7	-	N.M.
Rental income	(24)	148	(116.2%)	31	657	(95.3%)
Interest income on bank deposits	-	(4)	N.M.	-	22	N.M.
(Loss)/gain on disposal of PPE	(313)	274	(214.2%)	357	274	30.3%
Miscellaneous income	151	5	2920.0%	198	59	235.6%
Total	(179)	423	(142.3%)	593	1,012	(41.4%)

Note 2 Finance costs comprise the following:

Note	3 MONTHS ENDED			12 MONTHS ENDED		
	31 Jul 2015	31 Jul 2014	Increase / (decrease)	31 Jul 2015	31 Jul 2014	Increase / (decrease)
	\$'000	\$'000	%	\$'000	\$'000	%
Interest incurred for:						
- overdrafts	(20)	(36)	(44.4%)	(91)	(238)	(61.8%)
- term loans	(55)	(481)	(88.6%)	(113)	(681)	(83.4%)
Hire purchase interest	(13)	43	(130.2%)	(23)	(18)	27.8%
Total	(88)	(474)	(81.4%)	(227)	(937)	(75.8%)

Note 3 Other operating expenses include the following:

Note	3 MONTHS ENDED			12 MONTHS ENDED		
	31 Jul 2015	31 Jul 2014	Increase / (decrease)	31 Jul 2015	31 Jul 2014	Increase / (decrease)
	\$'000	\$'000	%	\$'000	\$'000	%
Marketing expenses	(173)	(751)	(77.0%)	(428)	(1,268)	(66.2%)
Operating lease expense - office, factories and warehouses	117	(533)	(122.0%)	(1,396)	(2,284)	(38.9%)
Impairment loss on goodwill	-	(64,484)	N.M.	-	(64,484)	N.M.
Impairment loss on plant and equipment	-	(2,370)	N.M.	-	(2,370)	N.M.
Plant and equipment written off	(342)	-	N.M.	(381)	-	N.M.
Impairment loss on available-for-sale financial asset	-	(1,940)	N.M.	-	(1,940)	N.M.
Impairment loss on project receivable	-	(8,265)	N.M.	-	(8,265)	N.M.
Impairment loss on trade receivables	-	(43,046)	N.M.	-	(43,046)	N.M.
Impairment loss on other receivables	771	(12,651)	(106.1%)	771	(12,651)	(106.1%)

3a. Operating lease expense for 4Q2015 was a credit of S\$117,000 as the landlord for the Group's previous Singapore office and plant rental premises has compromised on certain reinstatement charges.

3b. Impairment loss on other receivables for 4Q2015 was a credit S\$771,000 due to over-provision in prior years.

Note 4 Income tax comprises the following:

Note	3 MONTHS ENDED			12 MONTHS ENDED		
	31 Jul 2015	31 Jul 2014	Increase / (decrease)	31 Jul 2015	31 Jul 2014	Increase / (decrease)
	\$'000	\$'000	%	\$'000	\$'000	%
Current tax- current year	-	10	N.M.	-	-	N.M.
Current tax- prior years	(17)	(20)	(15.4%)	(17)	(102)	(83.4%)
	<u>(17)</u>	<u>(10)</u>		<u>(17)</u>	<u>(102)</u>	

Note: N.M. – Not meaningful

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

	GROUP 3 MONTHS ENDED			GROUP 12 MONTHS ENDED		
	31 Jul 2015	31 Jul 2014	Increase/ Decrease	31 Jul 2015	31 Jul 2014	Increase/ Decrease
	\$'000	\$'000	%	\$'000	\$'000	%
Net profit/(loss) for the period	(173)	(142,441)	(99.9%)	311	(145,647)	(100.2%)
Other comprehensive income:						
Net change in fair value of available- for- sales financial asset reclassified to profit or loss	0	(5,717)	N.M.	0	(5,717)	N.M.
Translation differences relating to financial statements of foreign subsidiaries	595	9,443	(93.7%)	(329)	1,812	(118.2%)
Translation differences arising on monetary items forming part of net investments in foreign operations	(248)	(828)	(70.0%)	1,280	(542)	(336.2%)
Other comprehensive income for the period	347	2,898	(88.0%)	951	(4,447)	(121.4%)
Total comprehensive income for the period	<u>174</u>	<u>(139,543)</u>	(100.1%)	<u>1,262</u>	<u>(150,094)</u>	(100.8%)
Total comprehensive income attributable to:						
Equity holders of the parent	177	(139,546)	(100.1%)	1,265	(150,093)	(100.8%)
Non-controlling interests	(3)	3	(200.0%)	(3)	(1)	200.0%
Total comprehensive income for the period	<u>174</u>	<u>(139,543)</u>	(100.1%)	<u>1,262</u>	<u>(150,094)</u>	(100.8%)

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

	Group		Company	
	31 Jul 2015	31 Jul 2014	31 Jul 2015	31 Jul 2014
	\$'000	\$'000	\$'000	\$'000
Non-current assets				
Plant and equipment	8,269	8,069	149	309
Investments in subsidiaries	-	-	4,000	4,000
	8,269	8,069	4,149	4,309
Current assets				
Inventories	1,363	1,504	-	-
Trade receivables	4,973	5,359	16	-
Other receivables	1,872	4,216	160	770
Non-trade amount due from subsidiaries	-	-	5,726	229
Cash and cash equivalents	3,690	649	2,785	3
	11,898	11,728	8,687	1,002
Total assets	20,167	19,797	12,836	5,311
Equity attributable to equity holders of the parent				
Share capital	125,033	117,908	125,033	117,908
Other reserves	(9,291)	(10,242)	706	706
Accumulated losses	(107,296)	(107,610)	(118,871)	(117,965)
	8,446	56	6,868	649
Non-controlling interests	180	183	-	-
Total equity	8,626	239	6,868	649
Non-current liabilities				
Obligations under finance lease	549	716	83	249
Deferred tax liabilities	-	20	-	20
	549	736	83	269
Current liabilities				
Trade and other payables	9,261	14,587	3,650	4,329
Trade amount due to subsidiaries	-	-	39	-
Non-trade amount due to subsidiaries	-	-	2,134	-
Interest-bearing borrowings	1,099	3,643	-	-
Obligations under finance lease	610	577	62	62
Current tax payable	22	15	-	2
	10,992	18,822	5,885	4,393
Total liabilities	11,541	19,558	5,968	4,662
Total equity and liabilities	20,167	19,797	12,836	5,311

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 Jul 2015		As at 31 Jul 2014	
Secured	Unsecured	Secured	Unsecured
\$'000	\$'000	\$'000	\$'000
1,160	549	577	3,643

Amount repayable after one year

As at 31 Jul 2015		As at 31 Jul 2014	
Secured	Unsecured	Secured	Unsecured
\$'000	\$'000	\$'000	\$'000
549	-	716	-

Details of any collateral:

Secured borrowings at 31 July 2015 mainly refer to the following:

- a. Finance lease liabilities amounting to S\$0.55 million that are secured by the respective motor vehicles and machinery purchased under finance leases.
- b. Revolving loan of S\$0.55 million and bank overdraft of \$0.55 million that were secured by fixed deposits of S\$0.54 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

Note	Group		Group	
	4th Quarter Ended		12 Months Ended	
	31 Jul 2015	31 Jul 2014	31 Jul 2015	31 Jul 2014
	\$'000	\$'000	\$'000	\$'000
Operating activities				
Profit/(Loss) before taxation	(156)	(142,431)	328	(145,545)
Adjustments for:				
Interest expense	88	472	227	937
Interest income	-	4	-	(22)
Depreciation of plant and equipment	101	421	1,173	1,900
Over impairment of receivables in prior year	(801)	-	(801)	-
Impairment loss on plant and equipment	-	2,370	-	2,370
Impairment loss on goodwill	-	64,484	-	64,484
Impairment loss on available for sale financial asset	-	1,940	-	1,940
Impairment loss on project receivable	-	8,265	-	8,265
Inventories written off	282	2,000	282	2,000
Impairment loss on trade and other receivables	-	55,697	-	55,697
Plant and equipment written off	341	(4)	380	-
Loss/(gain) on disposal of plant and equipment, net	314	(234)	(356)	(217)
Operating profit before working capital changes	169	(7,016)	1,233	(8,191)
Changes in working capital:				
Inventories	44	732	(141)	658
Trade and other receivables	3,949	(7,096)	1,826	(3,644)
Trade and other payables	(7,845)	4,664	(4,786)	1,937
Cash generated from operations	(3,683)	(8,716)	(1,868)	(9,240)
Income tax paid	(30)	(17)	(30)	(107)
Cash flows used in operating activities	(3,713)	(8,733)	(1,898)	(9,347)
Investing activities				
Interest received	-	3	-	22
Purchase of plant and equipment	(121)	1,749	(342)	(645)
Proceeds from disposal of plant and equipment, net	651	409	941	413
Cash flows generated from investing activities	530	2,161	599	(210)
Financing activities				
Interest paid	(88)	(532)	(227)	(937)
Proceed / (repayment) of finance lease instalments	(77)	(17)	(133)	(148)
Proceeds from borrowings	-	550	-	2,050
Proceeds of issue shares	7,125	-	7,125	12,818
Repayments of borrowings	(1,967)	(397)	(2,279)	(6,313)
Fixed deposits pledged	-	5,959	-	5,419
Dividend paid to equity holders of the company	-	-	-	(734)
Cash flows (used in)/ generated from financing activities	4,993	5,563	4,486	12,155
Foreign currency translation adjustments	1,406	814	121	(583)
Net increase/ (decrease) in cash and cash equivalents	3,216	(195)	3,308	2,015
Cash and cash equivalents at beginning of the period	(1,163)	(1,060)	(1,255)	(3,270)
Cash and cash equivalents at end of the period	2,053	(1,255)	2,053	(1,255)

A

Explanatory notes to the consolidated cash flow statement

Note A. Cash and cash equivalents comprise the following:

	31 Jul 2015	31 Jul 2014
	<u>\$'000</u>	<u>\$'000</u>
Cash at bank and in hand	3,150	109
Fixed deposits	540	540
Cash and cash equivalents	3,690	649
Bank overdrafts (secured)	(1,097)	(1,364)
Fixed deposits pledged	(540)	(540)
Cash and cash equivalents in the cash flow statement	2,053	(1,255)

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.

Statement of Changes in Equity for the Group

	Attributable to equity holders of the Company							
	Share capital	Fair value reserve	Currency translation reserve	Share option reserve	Retained earnings	Total	Non-controlling interests	Total equity
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
At 1 August 2013	105,090	5,717	(12,218)	706	38,770	138,065	184	138,249
Total comprehensive income for the period	-	(5,717)	1,270	-	(145,646)	(150,093)	(1)	(150,094)
Issued shares	12,818	-	-	-	-	12,818	-	12,818
Dividend on Ordinary Share	-	-	-	-	(734)	(734)	-	(734)
At 31 July 2014	117,908	-	(10,948)	706	(107,610)	56	183	239
At 1 August 2014	117,908	-	(10,948)	706	(107,610)	56	183	239
Total comprehensive income for the period	-	-	951	-	314	1,265	(3)	1,262
Issued shares	7,125	-	-	-	-	7,125	-	7,125
At 31 July 2015	125,033	-	(9,997)	706	(107,296)	8,446	180	8,626

Statement of Changes in Equity for the Company

	Attributable to equity holders of the Company				
	Share capital	Fair value reserve	Share option reserve	Retained earnings	Total equity
	\$'000	\$'000	\$'000	\$'000	\$'000
At 1 August 2013	105,090	5,622	706	10,070	121,488
Total comprehensive income for the period	-	(5,622)	-	(128,035)	(133,657)
Issued shares	12,818	-	-	-	12,818
At 31 July 2014	117,908	-	706	(117,965)	649
At 1 August 2014	117,908	-	706	(117,965)	649
Total comprehensive income for the period	-	-	-	(906)	(906)
Issued shares	7,125	-	-	-	7,125
At 31 July 2015	125,033	-	706	(118,871)	6,868

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

There were no movements in the Company's share capital for the financial period ended 31 July 2015.

Share Options

The Company has a share option scheme known as Xpress Holdings Executives' Share Option Scheme 2001 (the "Option Scheme") which was approved by members of the Company at the Extraordinary General Meeting held on 25 June 2001. The Option Scheme expired in July 2010 without being renewed.

At 31 July 2015, there were 8,500,000 (31 July 2014: 13,100,000) outstanding share options which would entitle the holders to subscribe for a total of 8,500,000 ordinary shares of the Company (31 July 2015: 13,100,000) at a weighted average exercise price of S\$0.114 (31 July 2014: S\$0.118) per share.

The 8,500,000 share options outstanding at 31 July 2015 are approximately 0.35% of the share capital consisting of 2,447,927,123 issued shares at 31 July 2015 and the last of these outstanding share options would lapse or expire should they remain unexercised by 20 October 2018.

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

The total number of issued shares as at 31 July 2015 was 3,547,927,123 (31 July 2014: 2,447,927,123). There were no treasury shares held by the Company at 31 July 2015.

- 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 of the Company.

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

Not applicable.

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

The Group has applied the same accounting policies and methods of computation in the financial information for the current financial period as compared with those used in the audited financial statements for the financial year ended 31 July 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

The Group has adopted all the new and revised Financial Reporting Standards ("FRS") and Interpretations of FRS ("INT FRS") that are relevant to its operations and effective for annual periods beginning on or after 1 August 2013. The adoption of these new/revised FRS and INT FRS did not result in changes to the group's and the company's accounting policies and has no material effect on the amounts reported for the current or prior reporting periods.

Financial Reporting Standards ("FRS") which became effective for the Group's financial period beginning 1 August 2014 are:

- Revised FRS 27 Separate Financial Statements
- Revised FRS 28 Investments in Associates and Joint Ventures
- FRS 110 Consolidated Financial Statements
- FRS 111 Joint Arrangements
- FRS 112 Disclosure of Interest in Other Entities
- FRS 32 Offsetting Financial Assets and Financial Liabilities
- FRS 110, FRS 111 and FRS 112 Amendments to the transition guidance of FRS 110 Consolidated Financial Statements, FRS 111 Joint Arrangements and FRS 112 Disclosure of Interests in Other Entities
- FRS 110, FRS 112 and FRS 27 Amendments to FRS 110, FRS 112 and FRS 27: Investment Entities
- FRS 36 Amendments to FRS 36: Recoverable Amount Disclosures for Non-financial Assets
- FRS 39 Amendments to FRS 39: Novation of Derivatives and Continuation of Hedge Accounting
- Improvements to FRSs (January 2014)
- Improvements to FRSs (February 2014)

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

Earnings per ordinary share of the Group, after deducting any provision for preference dividends (in cents):	Group			
	4th Quarter (3 Months)		Twelve Months (12 Months)	
	31 Jul 2015	31 Jul 2014	31 Jul 2015	31 Jul 2014
6(a) Based on the weighted average number of ordinary shares on issue	(0.0050)	(5.8200)	0.0090	(5.8700)
Weighted average number of ordinary shares (in million)	3,547.93	2,447.93	3,547.93	2,447.93
6(b) On a fully diluted basis	(0.0050)	(5.8200)	0.0090	(5.8700)
Weighted average number of ordinary shares (in million)	3,547.93	2,447.93	3,547.93	2,447.93

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 Jul 2015	31 Jul 2014	31 Jul 2015	31 Jul 2014
Net asset value per ordinary share based on issued share capital at the end of the financial period / year (in cents)	0.24	0.01	0.20	0.03

Net asset value per ordinary share as at 31 July 2015 is calculated based on the existing issued share capital of 3,547,927,123 ordinary shares outstanding as at 31 July 2015 (31 July 2014: 2,447,927,123).

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.

INCOME STATEMENT

Revenue

Business Activity	4th Quarter ended (3 months)				Twelve-Month (12 Months Ended)			
	31 Jul 15 S\$'mil	31 Jul 14 S\$'mil	+ / (-) S\$'mil	+ / (-) %	31 Jul 15 S\$'mil	31 Jul 14 S\$'mil	+ / (-) S\$'mil	+ / (-) %
Printing revenue	1.53	2.59	(1.06)	(40.9%)	11.56	13.53	(1.97)	(14.6%)
Other Revenue	0.16	-	0.16	NM	0.38	0.11	0.27	NM
Total Revenue	1.69	2.59	(0.90)	(34.7%)	11.94	13.64	(1.70)	(12.5%)

Overview

For 4Q2015, the Group recorded Revenue of S\$1.69 million, which was S\$0.90 million (34.8%) lower than the S\$2.59 million achieved in 4Q2014 mainly due to lower revenue contribution from our local and overseas operations.

For the full year ended 31 July 2015 (“FY2015”), the Group’s revenue was 12.5% lower at S\$11.94 million compared to S\$13.64 million in FY2014.

The intense competition amidst a shrinking market has continued in the Singapore and China markets. At the same time, new technologies from the digital print segment replaced a significant portion of the demand in the traditional offset printing segment.

Raw materials and consumables used and changes in inventories of finished goods and work-in-progress

In 4Q2015, the cost of raw materials and consumables such as paper, films and plates decreased by 70.3% to S\$0.76 million compared to S\$2.55 million in 4Q2014, mainly due to the absence of inventories written off of \$2.0 million in 4Q2014.

In FY2015, the cost of raw materials and consumables was \$3.03 million or nearly 55% lower than the S\$6.76 million in FY2014, also mainly due to the absence of inventories written off of \$2.0 million in 4Q2014.

Other income

Other income was a loss of S\$0.18 million in 4Q2015 mainly due to a loss incurred on the sale of old machinery, as well as the absence of rental income that were recorded in 4Q2014.

Other income for FY2015 was 41.4% lower at S\$0.59 million compared to S\$1.01 million in FY2014 mainly due to the absence of rental income in FY2015.

Foreign currency loss

The Group recorded an exchange loss of S\$0.46 million in 4Q2015, compared with a loss of S\$0.56 million in 4Q2014.

Taking into account the exchange loss in 4Q2015, the FY2015 registered a small exchange loss of S\$14,000 which is lower than the prior period.

This was mainly attributable to the translation of trade receivables and payables that are denominated in the Renminbi which had depreciated in value.

Staff costs

In 4Q2015, salaries and bonuses of S\$0.7 million and unutilized annual leave of S\$0.42 million mainly due to an over provision in previous years were reversed to the profit and loss account in 4Q2015, resulting in a credit of S\$0.29 million. Without the waivers, the staff costs for 4Q2015 was S\$1.41 million, 31% lower than S\$2.05 million in 4Q2014.

The staff costs in FY2015 was S\$4.35 million or 48% lower than the S\$8.35 million in FY2014, mainly due to the over-provision in previous years that was reversed in 4Q2015 as well as lower staff strengths for the Group's entities.

Depreciation

In 4Q2015, the depreciation expense was lower as compared to the depreciation expense incurred in 4Q2014 as certain plant and equipment had become fully depreciated since the last quarter and/or have been disposed of.

The same reasons were attributable to the lower depreciation charge for FY2015 compared to FY2014.

Other operating expenses

Other operating expenses were lower in FY2015 and 4Q2015 mainly due to the absence of the various impairment losses amounting to S\$132.76 million as explained in Note 3 of 1(a)(ii) (page 2).

Taxation

Taxation was not significant for the Group as the profitable companies within the Group had tax losses from prior years available for set off against the current year's taxable income.

STATEMENT OF FINANCIAL POSITION

Property, plant and equipment

The Group's plant and equipment of S\$8.27 million was higher by \$0.2 million at the end of FY2015 compared to S\$8.07 million as at the end of FY2014. Depreciation charges of S\$1.17 million and disposal of certain renovations and furniture and fittings due to the relocation of our Singapore head office was offset by purchases of plant and equipment in the new office.

Inventory

The inventory as at 31 July 2015 decreased by S\$0.1 million compared to 31 July 2014 mainly due to a write down of inventory for obsolescence of S\$0.2 million.

Trade and other receivables

Trade receivables decreased by S\$0.4 million from S\$5.4 million as at 31 July 2014 to S\$5.0 million as at 31 July 2015 mainly due to an improvement in trade collections.

Other receivables decreased by S\$2.3 million from S\$4.2 million as at 31 July 2014 to S\$1.9 million as at 31 July 2015 mainly due to settlement of rental deposits paid to previous tenancy leases.

Trade and other payables

Trade and other payables decreased from S\$14.6 million as at 31 July 2014 to S\$9.3 million as at 31 July 2015 mainly due to repayment of long and outstanding liabilities using the proceeds from the Company's share placement exercise in July 2015.

Borrowings

Interest-bearing borrowings decreased by approximately S\$2.5 million from S\$3.6 million as at 31 July 2014 to S\$1.1 million as at 31 July 2015 mainly due to repayment of bank loans using the proceeds from the Company's share placement exercise in July 2015.

REVIEW OF CASH FLOWS

Net cash used in operating activities by the Group for 4Q2015 was S\$4.3 million, compared to net cash used in the corresponding quarter a year ago of S\$8.7 million.

Cash flows generated from investing activities in 4Q2015 was S\$8.2 million compared to S\$2.2 million generated in 4Q2014 mainly due to the share placement exercise in July 2015 by the Company.

The Group's net cash used in financing activities for 4Q2015 was S\$2.1 million mainly due to repayment of bank borrowings but in 4Q2014 net cash generated from financing activities was S\$5.5 million mainly due to the release of fixed deposits pledged with financial institutions.

Overall and including currency translation adjustments, the net increase in cash and cash equivalents in 4Q2015 amounted to S\$3.21 million, compared to a net decrease of S\$0.2 million in the corresponding quarter a year ago.

Taking into account the cash flows up to 3Q2015, the Group experienced a cash and cash equivalent surplus of \$3.3 million for FY2015.

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

Not applicable.

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

The Group successfully completed the share placement on 24 July 2015 to the current Executive Chairman, Mr Ma Wei Dong. The share proceeds enabled the Group to settle long and outstanding payables and the Group is no longer in negative working capital position as at 31 July 2015. As at to-date, the Group has also fully settled its bank borrowings with the exception of an overdraft facility that is backed by a bank fixed deposit of the same amount.

In August 2015, the Group's subsidiary, Xpress Print Pte Ltd, won the first prize for the Fuji Xerox Printing Innovation with Xerox Imaging Awards (the "PIXI Awards") in the Books & Manuals and Finance categories. Winning the two PIXI Awards demonstrates the Group's ability to constantly renew and keep up with the technological changes during the transformation of the Media and Print industry. Moving forward, the Group's retail outlet in Singapore's One Raffles Place will officially open in October 2015 and the Group is also in the midst of developing other Business to Business platforms including our own interactive website where our products and services can be made available online.

The Board is cautiously assessing the current challenges and transformation facing the print industry and will leverage on the Group's strength in delivering speed, reliability and quality as a competitive advantage over our competitors. With new management and Directors on board, the Group will strive to consolidate its core strengths but at the same time, look for new investments that can diversify revenue streams.

11 Dividend

(a) Current financial period reported on

Any dividend declared for the present financial period?
No.

(b) Corresponding period of the immediately preceding financial year

Any dividend declared for the previous corresponding period?
No.

(c) Date payable

Not Applicable.

(d) Book closure date

Not Applicable.

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

No dividend has been declared or recommended for the current financial period.

13 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

Business Segments

Revenue and expenses

	Print media		Corporate and others		Eliminations		Total	
	2015	2014	2015	2014	2015	2014	2015	2014
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Sales to external customers	11,946	13,643	272	-	-	-	11,946	13,643
Inter-segment sales	284	1,171	-	-	(284)	(1,171)	-	-
Total revenue	12,230	14,814	272	-	(284)	(1,171)	11,946	13,643
Segment results	449	(125,741)	(861)	(18,867)	967	-	555	(144,608)
Finance costs							(227)	(937)
Profit/ (Loss) before taxation							328	(145,545)
Income tax expense							(17)	(102)
Net profit/ (loss) for the year							311	(145,647)

Asset and liabilities

	Print media		Corporate and others		Eliminations		Total	
	2015	2014	2015	2014	2015	2014	2015	2014
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Segment assets	13,367	18,067	3,110	1,377	-	-	16,477	19,148
Unallocated assets							3,690	649
Total assets							20,167	19,797
Segment liabilities	4,897	6,094	4,363	3,736	-	-	9,260	16,923
Income tax liabilities							22	15
Deferred tax liabilities							-	20
Unallocated liabilities							2,259	2,600
Total liabilities							11,541	19,558

Other segment information

	Print media	Corporate	Consolidated
	\$'000	\$'000	\$'000
FY2015			
Capital expenditure	1,507	-	1,507
Depreciation	1,173	-	1,173
Impairment loss on plant & equipment	-	-	-
Impairment loss on goodwill	-	-	-
Impairment loss on available for sale financial asset	-	-	-
Impairment loss on project receivable	-	-	-
FY2014			
Capital expenditure	661	-	661
Depreciation	1,900	-	1,900
Impairment loss on plant & equipment	2,370	-	2,370
Impairment loss on goodwill	64,484	-	64,484
Impairment loss on available for sale financial asset	-	1,940	1,940
Impairment loss on project receivable	8,265	-	8,265

Geographical Segments

	Revenue from external customers		Segment assets		Capital expenditure	
	2015	2014	2015	2014	2015	2014
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Singapore	8,514	10,391	6,306	5,810	262	120
Malaysia	381	500	436	271	52	8
China and Hong Kong	3,001	2,649	13,151	13,471	1,193	533
Others	50	103	274	245	-	-
	11,946	13,643	20,167	19,797	1,507	661

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

Please refer to item 8 of this announcement.

15 Breakdown of sales

	Group		
	1 Aug 2014 to 31 Jul 2015	1 Aug 2013 to 31 Jul 2014	Increase / (decrease)
	\$'000	\$'000	%
(a) Sales reported for first half year	6,596	9,454	(30.2%)
(b) Operating profit after tax before deducting minority interests reported for the first half year	340	1,038	(67.2%)
(c) Sales reported for second half year	5,350	4,189	27.7%
(d) Operating loss after tax before deducting minority interests reported for the second half year	(26)	(144,740)	N.M.

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

Not applicable. None.

17 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 is no interested person transaction which is valued at more than S\$100,000 during the year under review and the company has not obtained any general mandate pursuant to Rule 920 of the Listing Manual.

18 Use of proceeds from rights issue and share placement

- a) Further to the announcement made on 15 June 2014, the company wishes to provide an update on the utilisation of the net proceeds from the rights issue of approximately S\$12,818,000 as disclosed in the Offer Information Statement dated 14 October 2013 as follows:

Purpose	Amount Allocated (\$ '000)	Reallocated amount (\$ '000)	Amount Utilised (\$ '000)	Balance (\$ '000)
1. Repayment of existing debts	3,980	-	(3,980)	-
2. Business development and expansion	6,800	(3,666)	(3,134)	-
3. General working capital purpose	2,038	3,666	(5,194)	510
	12,818	-	(12,308)	510

- b) Further to the announcement on 3 August 2015, the Board wishes to provide a further update on the use of proceeds from the share placement as disclosed in the Circular to shareholders of the Company dated 24 June 2015 as at the date of this announcement, as follows:

	Amount Allocated (S\$'000)	Amount Utilised (S\$'000)	Reallocated Amount (S\$'000)	Balance (S\$'000)
Use of Proceeds				
Loans from financial institutions	1,958	1,668	(290)	-
Other claims by creditors	1,578	1,217	10	371
Claims from landlord	913	568	(345)	-
Repayment of Loan from Investor	1,080	1,097	17	-
Working capital requirements	1,471	2,079	608	-
- Rental of office premises	84	84	-	-
- IRAS	186	186	-	-
- Outstanding salaries	459	459	-	-
- Outstanding professional fees	32	32	-	-
- Outstanding Directors' fee	200	200	-	-
- Trade creditors	510	1,118	608	-
Professional and administrative fees in relation to the Placement	700	282	-	418
TOTAL	7,700	6,671	-	789

- 19 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(11) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.**

Not applicable. None.

BY ORDER OF THE BOARD

Ma WeiDong
Executive Chairman and CEO

29 September 2015