



Ellipsiz Ltd and its Subsidiaries
Registration Number: 199408329R

Third Quarter Financial Statement and Dividend Announcement

Financial period ended

31 March 2015

Statements of Financial Position

| | Note | 31 March 2015 \$'000 | Group 30 June 2014 \$'000 | Var. % | 31 March 2015 \$'000 | Company 30 June 2014 \$'000 | Var. % |
|---|------|-------------------------------|---------------------------------------|-----------|-------------------------------|---|-----------|
| Non-current assets | | | | | | | |
| Property, plant and equipment | 3 | 12,937 | 12,707 | 2 | 7 | 10 | (30) |
| Intangible assets | 4 | 41,625 | 39,711 | 5 | – | – | – |
| Subsidiaries | 5 | – | – | – | 85,724 | 86,426 | (1) |
| Associates | | 5,708 | 8,039 | (29) | 4,868 | 4,868 | – |
| Joint ventures | | 276 | 228 | 21 | – | – | – |
| Financial assets | | 7,688 | 9,551 | (20) | 7,526 | 9,404 | (20) |
| Trade and other receivables | | 237 | 495 | (52) | – | – | – |
| Deferred tax assets | | 4,273 | 4,476 | (5) | 84 | 59 | 42 |
| | | <u>72,744</u> | <u>75,207</u> | (3) | <u>98,209</u> | <u>100,767</u> | (3) |
| Current assets | | | | | | | |
| Inventories | | 12,728 | 12,823 | (1) | – | – | – |
| Trade and other receivables | | 29,780 | 33,835 | (12) | 222 | 698 | (68) |
| Amounts due from related parties | | 152 | 338 | (55) | 2,861 | 7,532 | (62) |
| Cash and cash equivalents | 6 | 38,621 | 32,016 | 21 | 12,990 | 12,196 | 7 |
| | | <u>81,281</u> | <u>79,012</u> | 3 | <u>16,073</u> | <u>20,426</u> | (21) |
| Total assets | | <u>154,025</u> | <u>154,219</u> | – | <u>114,282</u> | <u>121,193</u> | (6) |
| Equity attributable to Owners of the Company | | | | | | | |
| Share capital | 7 | 88,773 | 88,773 | – | 88,773 | 88,773 | – |
| Reserves | | 32,025 | 28,029 | 14 | 15,118 | 19,011 | (20) |
| | | <u>120,798</u> | <u>116,802</u> | 3 | <u>103,891</u> | <u>107,784</u> | (4) |
| Non-controlling interests | | 400 | 378 | 6 | – | – | – |
| Total equity | | <u>121,198</u> | <u>117,180</u> | 3 | <u>103,891</u> | <u>107,784</u> | (4) |
| Non-current liabilities | | | | | | | |
| Interest-bearing borrowings | 8 | 624 | 651 | (4) | – | – | – |
| Deferred tax liabilities | | 602 | 1,041 | (42) | – | – | – |
| | | <u>1,226</u> | <u>1,692</u> | (28) | <u>–</u> | <u>–</u> | – |
| Current liabilities | | | | | | | |
| Trade and other payables | | 22,095 | 23,730 | (7) | 857 | 1,352 | (37) |
| Provisions | | 505 | 2,056 | (75) | – | 281 | (100) |
| Amounts due to related parties | | 117 | 64 | 83 | 9,308 | 11,536 | (19) |
| Interest-bearing borrowings | 8 | 7,779 | 8,976 | (13) | – | – | – |
| Current tax payable | | 1,105 | 521 | 112 | 226 | 240 | (6) |
| | | <u>31,601</u> | <u>35,347</u> | (11) | <u>10,391</u> | <u>13,409</u> | (23) |
| Total liabilities | | <u>32,827</u> | <u>37,039</u> | (11) | <u>10,391</u> | <u>13,409</u> | (23) |
| Total equity and liabilities | | <u>154,025</u> | <u>154,219</u> | – | <u>114,282</u> | <u>121,193</u> | (6) |

The accompanying notes form an integral part of these financial statements.

Consolidated Statement of Comprehensive Income

| | Note | 1 January 2015 to 31 March 2015 \$'000 | 1 January 2014 to 31 March 2014 \$'000 | Var. % | 1 July 2014 to 31 March 2015 \$'000 | 1 July 2013 to 31 March 2014 \$'000 | Var. % |
|--|------|---|---|-----------|--|--|-----------|
| Revenue | | 25,636 | 33,013 | (22) | 85,133 | 107,159 | (21) |
| Cost of revenue | | (16,108) | (23,968) | (33) | (54,677) | (80,407) | (32) |
| Gross profit | | <u>9,528</u> | <u>9,045</u> | 5 | <u>30,456</u> | <u>26,752</u> | 14 |
| Other income | 9 | 593 | 103 | 476 | 1,048 | 12,172 | (91) |
| Distribution expenses | | (3,139) | (3,585) | (12) | (9,849) | (9,556) | 3 |
| Administrative expenses | | (4,314) | (4,224) | 2 | (11,993) | (11,919) | 1 |
| Research & development expenses | | (1,102) | (872) | 26 | (3,259) | (2,646) | 23 |
| Other expenses | | 67 | (84) | (180) | (424) | (6,404) | (93) |
| Results from operating activities | 9 | <u>1,633</u> | <u>383</u> | 326 | <u>5,979</u> | <u>8,399</u> | (29) |
| Finance income | | 16 | 53 | (70) | 49 | 188 | (74) |
| Finance expenses | | (59) | (70) | (16) | (187) | (209) | (11) |
| Net finance expenses | 10 | <u>(43)</u> | <u>(17)</u> | 153 | <u>(138)</u> | <u>(21)</u> | 557 |
| Share of results of associates (net of tax) | | 55 | (84) | 165 | 181 | 368 | (51) |
| Share of results of joint ventures (net of tax) | | – | (66) | 100 | 13 | (180) | 107 |
| Profit before income tax | | <u>1,645</u> | <u>216</u> | 662 | <u>6,035</u> | <u>8,566</u> | (30) |
| Income tax expenses | 11 | (414) | (141) | 194 | (1,346) | (887) | 52 |
| Profit for the period | | <u>1,231</u> | <u>75</u> | 1,541 | <u>4,689</u> | <u>7,679</u> | (39) |
| Other comprehensive income | | | | | | | |
| <i>Items that may be reclassified subsequently to profit or loss</i> | | | | | | | |
| Exchange differences on translation of financial statements of foreign operations | | 2,721 | 43 | 6,228 | 3,835 | (817) | 569 |
| Exchange differences on monetary items forming part of net investments in foreign operations | | 37 | (41) | 190 | 236 | (47) | 602 |
| Exchange difference on liquidation of subsidiaries | | (16) | – | nm | (16) | – | nm |
| Exchange differences on disposal of an associate | | – | – | – | 248 | – | nm |
| Net change in fair value of available-for-sale financial assets, net of tax | | 1,214 | 523 | 132 | (1,878) | 1,901 | (199) |
| Other comprehensive income for the period, net of income tax | | <u>3,956</u> | <u>525</u> | 654 | <u>2,425</u> | <u>1,037</u> | 134 |
| Total comprehensive income for the period | | <u>5,187</u> | <u>600</u> | 765 | <u>7,114</u> | <u>8,716</u> | (18) |
| Profit attributable to: | | | | | | | |
| Owners of the Company | | 1,235 | 555 | 123 | 4,686 | 8,080 | (42) |
| Non-controlling interests | | (4) | (480) | 99 | 3 | (401) | 101 |
| Profit for the period | | <u>1,231</u> | <u>75</u> | 1,541 | <u>4,689</u> | <u>7,679</u> | (39) |
| Total comprehensive income attributable to: | | | | | | | |
| Owners of the Company | | 5,173 | 1,082 | 378 | 7,092 | 9,127 | (22) |
| Non-controlling interests | | 14 | (482) | 103 | 22 | (411) | 105 |
| Total comprehensive income for the period | | <u>5,187</u> | <u>600</u> | 765 | <u>7,114</u> | <u>8,716</u> | (18) |
| Earnings per share | 12 | | | | | | |
| - Basic (cents) | | 0.22 | 0.10 | 120 | 0.85 | 1.46 | (42) |
| - Diluted (cents) | | 0.22 | 0.10 | 120 | 0.85 | 1.46 | (42) |

Nm: Not meaningful

The accompanying notes form an integral part of these financial statements.

Consolidated Statement of Changes in Equity

| Group | Share capital \$'000 | Capital reserve \$'000 | Fair value reserve \$'000 | Share-based compensation reserve \$'000 | Exchange translation reserve \$'000 | Accumulated profits \$'000 | Total attributable to Owners of the Company \$'000 | Non-controlling interests \$'000 | Total equity \$'000 |
|--|-------------------------|---------------------------|------------------------------|--|--|-------------------------------|---|-------------------------------------|------------------------|
| 31 December 2013 | | | | | | | | | |
| Balance as at 1 July 2013 | 88,773 | (11,720) | 1,703 | 2,481 | (13,225) | 36,475 | 104,487 | 1,910 | 106,397 |
| Total comprehensive income for the period | | | | | | | | | |
| Profit for the period | – | – | – | – | – | 7,525 | 7,525 | 79 | 7,604 |
| Other comprehensive income | | | | | | | | | |
| <i>Items that may be reclassified subsequently to profit or loss</i> | | | | | | | | | |
| Exchange differences on translation of financial statements of foreign operations | – | – | – | – | (852) | – | (852) | (8) | (860) |
| Exchange differences on monetary items forming part of net investments in foreign operations | – | – | – | – | (6) | – | (6) | – | (6) |
| Net change in fair value of available-for-sale financial assets, net of tax | – | – | 1,378 | – | – | – | 1,378 | – | 1,378 |
| Total other comprehensive income | – | – | 1,378 | – | (858) | – | 520 | (8) | 512 |
| Total comprehensive income for the period | – | – | 1,378 | – | (858) | 7,525 | 8,045 | 71 | 8,116 |
| Transactions with Owners, recorded directly in equity | | | | | | | | | |
| Contributions by and distributions to Owners | | | | | | | | | |
| Final dividend of 0.20 cents per share in respect of 2013 | – | – | – | – | – | (1,105) | (1,105) | – | (1,105) |
| Total contributions by and distributions to Owners | – | – | – | – | – | (1,105) | (1,105) | – | (1,105) |
| Total transactions with Owners | – | – | – | – | – | (1,105) | (1,105) | – | (1,105) |
| Balance as at 31 December 2013 | 88,773 | (11,720) | 3,081 | 2,481 | (14,083) | 42,895 | 111,427 | 1,981 | 113,408 |

The accompanying notes form an integral part of these financial statements.

Consolidated Statement of Changes in Equity

| Group | Share capital \$'000 | Capital reserve \$'000 | Fair value reserve \$'000 | Share-based compensation reserve \$'000 | Exchange translation reserve \$'000 | Accumulated profits \$'000 | Total attributable to Owners of the Company \$'000 | Non-controlling interests \$'000 | Total equity \$'000 |
|--|-------------------------|---------------------------|------------------------------|--|--|-------------------------------|---|-------------------------------------|------------------------|
| 31 March 2014 | | | | | | | | | |
| Balance as at 1 January 2014 | 88,773 | (11,720) | 3,081 | 2,481 | (14,083) | 42,895 | 111,427 | 1,981 | 113,408 |
| Total comprehensive income for the period | | | | | | | | | |
| Profit for the period | – | – | – | – | – | 555 | 555 | (480) | 75 |
| Other comprehensive income | | | | | | | | | |
| <i>Items that may be reclassified subsequently to profit or loss</i> | | | | | | | | | |
| Exchange differences on translation of financial statements of foreign operations | – | – | – | – | 45 | – | 45 | (2) | 43 |
| Exchange differences on monetary items forming part of net investments in foreign operations | – | – | – | – | (41) | – | (41) | – | (41) |
| Net change in fair value of available-for-sale financial assets, net of tax | – | – | 523 | – | – | – | 523 | – | 523 |
| Total other comprehensive income | – | – | 523 | – | 4 | – | 527 | (2) | 525 |
| Total comprehensive income for the period | – | – | 523 | – | 4 | 555 | 1,082 | (482) | 600 |
| Transactions with Owners, recorded directly in equity | | | | | | | | | |
| Contributions by and distributions to Owners | | | | | | | | | |
| Interim dividend of 0.18 cents per share in respect of 2014 | – | – | – | – | – | (996) | (996) | – | (996) |
| Total contributions by and distributions to Owners | – | – | – | – | – | (996) | (996) | – | (996) |
| Changes in ownership interests in subsidiaries | | | | | | | | | |
| Acquisition of remaining non-controlling interest of a subsidiary | – | – | – | – | – | – | – | 10 | 10 |
| Reclassification of preference shares from liability | – | – | – | – | – | – | – | 97 | 97 |
| Total changes in ownership interests in subsidiaries | – | – | – | – | – | – | – | 107 | 107 |
| Total transactions with Owners | – | – | – | – | – | (996) | (996) | 107 | (889) |
| Balance as at 31 March 2014 | 88,773 | (11,720) | 3,604 | 2,481 | (14,079) | 42,454 | 111,513 | 1,606 | 113,119 |

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Consolidated Statement of Changes in Equity

| Group | Share capital \$'000 | Capital reserve \$'000 | Fair value reserve \$'000 | Share-based compensation reserve \$'000 | Exchange translation reserve \$'000 | Accumulated profits \$'000 | Total attributable to Owners of the Company \$'000 | Non-controlling interests \$'000 | Total equity \$'000 |
|--|-------------------------|---------------------------|------------------------------|--|--|-------------------------------|---|-------------------------------------|------------------------|
| 31 December 2014 | | | | | | | | | |
| Balance as at 1 July 2014 | 88,773 | (11,651) | 4,093 | 2,481 | (14,781) | 47,887 | 116,802 | 378 | 117,180 |
| Total comprehensive income for the period | | | | | | | | | |
| Profit for the period | - | - | - | - | - | 3,451 | 3,451 | 7 | 3,458 |
| Other comprehensive income | | | | | | | | | |
| <i>Items that may be reclassified subsequently to profit or loss</i> | | | | | | | | | |
| Exchange difference on translation of financial statements of foreign operations | - | - | - | - | 1,113 | - | 1,113 | 1 | 1,114 |
| Exchange differences on monetary items forming part of net investments in foreign operations | - | - | - | - | 199 | - | 199 | - | 199 |
| Exchange differences on disposal of an associate | - | - | - | - | 248 | - | 248 | - | 248 |
| Net change in fair value of available-for-sale financial assets, net of tax | - | - | (3,092) | - | - | - | (3,092) | - | (3,092) |
| Total other comprehensive income | - | - | (3,092) | - | 1,560 | - | (1,532) | 1 | (1,531) |
| Total comprehensive income for the period | - | - | (3,092) | - | 1,560 | 3,451 | 1,919 | 8 | 1,927 |
| Transactions with Owners, recorded directly in equity | | | | | | | | | |
| Contributions by and distributions to Owners | | | | | | | | | |
| Final dividend of 0.18 cents per share in respect of 2014 | - | - | - | - | - | (995) | (995) | - | (995) |
| Special dividend of 0.18 cents per share in respect of 2014 | - | - | - | - | - | (995) | (995) | - | (995) |
| Total contributions by and distributions to Owners | - | - | - | - | - | (1,990) | (1,990) | - | (1,990) |
| Total transactions with Owners | - | - | - | - | - | (1,990) | (1,990) | - | (1,990) |
| Balance as at 31 December 2014 | 88,773 | (11,651) | 1,001 | 2,481 | (13,221) | 49,348 | 116,731 | 386 | 117,117 |

The accompanying notes form an integral part of these financial statements.

Consolidated Statement of Changes in Equity

| Group | Share capital \$'000 | Capital reserve \$'000 | Fair value reserve \$'000 | Share-based compensation reserve \$'000 | Exchange translation reserve \$'000 | Accumulated profits \$'000 | Total attributable to Owners of the Company \$'000 | Non-controlling interests \$'000 | Total equity \$'000 |
|--|-------------------------|---------------------------|------------------------------|--|--|-------------------------------|---|-------------------------------------|------------------------|
| 31 March 2015 | | | | | | | | | |
| Balance as at 1 January 2015 | 88,773 | (11,651) | 1,001 | 2,481 | (13,221) | 49,348 | 116,731 | 386 | 117,117 |
| Total comprehensive income for the period | | | | | | | | | |
| Profit for the period | – | – | – | – | – | 1,235 | 1,235 | (4) | 1,231 |
| Other comprehensive income | | | | | | | | | |
| <i>Items that may be reclassified subsequently to profit or loss</i> | | | | | | | | | |
| Exchange difference on translation of financial statements of foreign operations | – | – | – | – | 2,703 | – | 2,703 | 18 | 2,721 |
| Exchange differences on monetary items forming part of net investments in foreign operations | – | – | – | – | 37 | – | 37 | – | 37 |
| Exchange difference arising from liquidation of subsidiaries | – | – | – | – | (16) | – | (16) | – | (16) |
| Net change in fair value of available-for-sale financial assets, net of tax | – | – | 1,214 | – | – | – | 1,214 | – | 1,214 |
| Total other comprehensive income | – | – | 1,214 | – | 2,724 | – | 3,938 | 18 | 3,956 |
| Total comprehensive income for the period | – | – | 1,214 | – | 2,724 | 1,235 | 5,173 | 14 | 5,187 |
| Transactions with Owners, recorded directly in equity | | | | | | | | | |
| Contributions by and distributions to Owners | | | | | | | | | |
| Interim dividend of 0.20 cents per share in respect of 2015 | – | – | – | – | – | (1,106) | (1,106) | – | (1,106) |
| Total contributions by and distributions to Owners | – | – | – | – | – | (1,106) | (1,106) | – | (1,106) |
| Total transactions with Owners | – | – | – | – | – | (1,106) | (1,106) | – | (1,106) |
| Balance as at 31 March 2015 | 88,773 | (11,651) | 2,215 | 2,481 | (10,497) | 49,477 | 120,798 | 400 | 121,198 |

The accompanying notes form an integral part of these financial statements.

Statement of Changes in Equity

| Company | Share capital \$'000 | Fair value reserve \$'000 | Share-based compensation reserve \$'000 | Accumulated profits \$'000 | Total equity \$'000 |
|---|-------------------------|---------------------------------|--|----------------------------------|---------------------------|
| 31 March 2014 | | | | | |
| Balance as at 1 July 2013 | 88,773 | 1,703 | 2,481 | 14,379 | 107,336 |
| Total comprehensive income for the period | | | | | |
| Profit for the period | - | - | - | 333 | 333 |
| Other comprehensive income | | | | | |
| <i>Items that may be reclassified subsequently to profit or loss</i> | | | | | |
| Net change in fair value of available-for-sale financial assets, net of tax | - | 1,378 | - | - | 1,378 |
| Total other comprehensive income | - | 1,378 | - | - | 1,378 |
| Total comprehensive income for the period | - | 1,378 | - | 333 | 1,711 |
| Transactions with Owners, recorded directly in equity | | | | | |
| Contributions by and distributions to Owners | | | | | |
| Final dividend of 0.20 cents per share in respect of 2013 | - | - | - | (1,105) | (1,105) |
| Total contributions by and distributions to Owners | - | - | - | (1,105) | (1,105) |
| Total transactions with Owners | - | - | - | (1,105) | (1,105) |
| Balance as at 31 December 2013 | 88,773 | 3,081 | 2,481 | 13,607 | 107,942 |
| Balance as at 1 January 2014 | 88,773 | 3,081 | 2,481 | 13,607 | 107,942 |
| Total comprehensive income for the period | | | | | |
| Profit for the period | - | - | - | 40 | 40 |
| Other comprehensive income | | | | | |
| <i>Items that may be reclassified subsequently to profit or loss</i> | | | | | |
| Net change in fair value of available-for-sale financial assets, net of tax | - | 523 | - | - | 523 |
| Total other comprehensive income | - | 523 | - | - | 523 |
| Total comprehensive income for the period | - | 523 | - | 40 | 563 |
| Transactions with Owners, recorded directly in equity | | | | | |
| Contributions by and distributions to Owners | | | | | |
| Interim dividend of 0.18 cents per share in respect 2014 | - | - | - | (996) | (996) |
| Total contributions by and distributions to Owners | - | - | - | (996) | (996) |
| Total transactions with Owners | - | - | - | (996) | (996) |
| Balance as at 31 March 2014 | 88,773 | 3,604 | 2,481 | 12,651 | 107,509 |

The accompanying notes form an integral part of these financial statements.

Statement of Changes in Equity

| Company | Share capital \$'000 | Fair value reserve \$'000 | Share-based compensation reserve \$'000 | Accumulated profits \$'000 | Total equity \$'000 |
|---|-------------------------|---------------------------------|--|----------------------------------|---------------------------|
| 31 March 2015 | | | | | |
| Balance as at 1 July 2014 | 88,773 | 4,093 | 2,481 | 12,437 | 107,784 |
| Total comprehensive income for the period | | | | | |
| Profit for the period | – | – | – | 397 | 397 |
| Other comprehensive income | | | | | |
| <i>Items that may be reclassified subsequently to profit or loss</i> | | | | | |
| Net change in fair value of available-for-sale financial assets, net of tax | – | (3,092) | – | – | (3,092) |
| Total other comprehensive income | – | (3,092) | – | – | (3,092) |
| Total comprehensive income for the period | – | (3,092) | – | 397 | (2,695) |
| Transactions with Owners, recorded directly in equity | | | | | |
| Contributions by and distributions to Owners | | | | | |
| Final dividend of 0.18 cents per share in respect of 2014 | – | – | – | (995) | (995) |
| Special dividend of 0.18 cents per share in respect of 2014 | – | – | – | (995) | (995) |
| Total contributions by and distributions to Owners | – | – | – | (1,990) | (1,990) |
| Total transactions with Owners | – | – | – | (1,990) | (1,990) |
| Balance as at 31 December 2014 | 88,773 | 1,001 | 2,481 | 10,844 | 103,099 |
| Balance as at 1 January 2015 | 88,773 | 1,001 | 2,481 | 10,844 | 103,099 |
| Total comprehensive income for the period | | | | | |
| Profit for the period | – | – | – | 684 | 684 |
| Other comprehensive income | | | | | |
| <i>Items that may be reclassified subsequently to profit or loss</i> | | | | | |
| Net change in fair value of available-for-sale financial assets, net of tax | – | 1,214 | – | – | 1,214 |
| Total other comprehensive income | – | 1,214 | – | – | 1,214 |
| Total comprehensive income for the period | – | 1,214 | – | 684 | 1,898 |
| Transactions with Owners, recorded directly in equity | | | | | |
| Contributions by and distributions to Owners | | | | | |
| Interim dividend of 0.20 cents per share in respect of 2014 | – | – | – | (1,106) | (1,106) |
| Total contributions by and distributions to Owners | – | – | – | (1,106) | (1,106) |
| Total transactions with Owners | – | – | – | (1,106) | (1,106) |
| Balance as at 31 March 2015 | 88,773 | 2,215 | 2,481 | 10,422 | 103,891 |

The accompanying notes form an integral part of these financial statements.

Consolidated Cash Flow Statement

| Group | Note | 1 January 2015 to 31 March 2015 \$'000 | 1 January 2014 to 31 March 2014 \$'000 | 1 July 2014 to 31 March 2015 \$'000 | 1 July 2013 to 31 March 2014 \$'000 |
|---|------|---|---|--|--|
| Operating Activities | | | | | |
| Profit for the period | | 1,231 | 75 | 4,689 | 7,679 |
| Adjustments for: | | | | | |
| Allowance/(Reversal of allowance) for: | | | | | |
| - inventory obsolescence | | 113 | (99) | 131 | (20) |
| - doubtful debts from trade and other receivables | | - | 16 | (10) | (753) |
| Depreciation of property, plant and equipment | | 723 | 622 | 2,039 | 1,780 |
| Interest income | | (16) | (53) | (49) | (188) |
| Interest expense | | 59 | 70 | 187 | 209 |
| Bad debts written off | | - | 1 | - | 8 |
| Inventories written off | | 50 | 40 | 79 | 105 |
| Property, plant and equipment written off | | - | - | 22 | 10 |
| Gain on disposal of property, plant and equipment | | (1) | - | (218) | (30) |
| Amortisation of intangible assets | | 186 | 166 | 549 | 495 |
| Loss on disposal of an associate | | - | - | 343 | - |
| Gain on liquidation of subsidiaries | | (16) | - | (16) | - |
| Acquisition-related costs | | - | - | - | 1,083 |
| Post-acquisition integration and restructuring costs | | - | - | - | 5,214 |
| Reversal of retrenchment cost | | (151) | - | (203) | - |
| Dividend income from other financial asset | | - | - | - | (175) |
| Negative goodwill on business combination | | - | - | - | (11,489) |
| Impairment of goodwill | | - | 15 | - | 15 |
| Share of results of associates and joint ventures (net of tax) | | (55) | 150 | (194) | (188) |
| Income tax expense | | 414 | 141 | 1,346 | 887 |
| Operating profit before working capital changes | | 2,537 | 1,144 | 8,695 | 4,642 |
| Changes in working capital: | | | | | |
| Inventories | | (913) | (812) | 827 | (2,107) |
| Project-in-progress | | - | 3,912 | - | 35 |
| Amounts due from related parties (trade) | | - | (32) | 87 | 104 |
| Amounts due to related parties (trade) | | 2 | 24 | 52 | (422) |
| Trade and other receivables | | 3,177 | (4,460) | 5,546 | (1,667) |
| Trade and other payables | | 185 | (611) | (2,859) | (234) |
| Post-acquisition integration and restructuring & retrenchment costs paid | | (533) | (548) | (1,339) | (1,780) |
| Release of pledged deposits with financial institutions | | 90 | 87 | 1,417 | 640 |
| Cash generated from/(used in) operations | | 4,545 | (1,296) | 12,426 | (789) |
| Interest received | | 16 | 53 | 49 | 188 |
| Interest paid | | (59) | (70) | (187) | (209) |
| Income tax paid | | (66) | (255) | (735) | (509) |
| Cash flows generated from/(used in) operating activities | | 4,436 | (1,568) | 11,553 | (1,319) |
| Investing Activities | | | | | |
| Purchase of property, plant and equipment ⁽¹⁾ | | (789) | (1,068) | (2,006) | (3,792) |
| Purchase of intangible assets | | (26) | (55) | (89) | (73) |
| Proceeds from disposal of property, plant and equipment | | - | - | 248 | 138 |
| Proceeds from disposal of an associate | | - | - | 1,209 | - |
| Dividend received from associates | | - | - | 906 | - |
| Dividend received from other financial asset | | - | - | - | 175 |
| Amounts due from related parties (non-trade) | | 7 | (51) | 99 | 117 |
| Net cash inflow from acquisition of businesses ⁽²⁾ | | - | - | - | 1,876 |
| Acquisition-related costs paid | | - | - | - | (970) |
| Acquisition of remaining non-controlling interest of a subsidiary | | - | (5) | - | (5) |
| Cash flows (used in)/generated from investing activities | | (808) | (1,179) | 367 | (2,534) |

Ellipsiz Ltd and its Subsidiaries
Third quarter results ended
31 March 2015

| Note | 1 January 2015 to 31 March 2015 \$'000 | 1 January 2014 to 31 March 2014 \$'000 | 1 July 2014 to 31 March 2015 \$'000 | 1 July 2013 to 31 March 2014 \$'000 |
|---|---|---|--|--|
| Financing Activities | | | | |
| Drawdown of bank loans | 1,426 | 2,217 | 8,320 | 14,104 |
| Repayment of bank loans | (3,015) | (3,218) | (10,231) | (11,122) |
| Repayment of finance lease creditors | (18) | (24) | (73) | (79) |
| Amounts due to related parties (non-trade) | — | — | 1 | (28) |
| Dividend paid | (1,106) | (996) | (3,096) | (2,101) |
| Cash flow (used in)/generated from financing activities | (2,713) | (2,021) | (5,079) | 774 |
| Net increase/(decrease) in cash and cash equivalents | | | | |
| | 915 | (4,768) | 6,841 | (3,079) |
| Cash and cash equivalents at beginning of period | 36,855 | 32,270 | 30,377 | 30,744 |
| Effect of exchange rate changes on balances in foreign currencies | 629 | (36) | 1,181 | (199) |
| Cash and cash equivalents at end of period | 38,399 | 27,466 | 38,399 | 27,466 |

Significant non-cash transactions

- (1) Property, plant and equipment amounting to \$Nil (31 March 2014: \$200,000) were acquired through hire purchase arrangement and finance lease.
- (2) The fair value of identifiable assets acquired and liabilities assumed and effect of business acquisition were determined and disclosed below:

| Group | 1 July 2013 to 31 March 2014 \$'000 |
|--|--|
| Property, plant and equipment | 4,939 |
| Intangible assets | 1,541 |
| Finance assets | 152 |
| Inventories | 3,711 |
| Trade and other receivables | 5,415 |
| Tax recoverable | 44 |
| Cash and cash equivalents | 5,528 |
| Trade and other payables | (4,837) |
| Interest-bearing borrowings | (967) |
| Deferred tax liabilities | (385) |
| Net identifiable assets and liabilities acquired | 15,141 |
| Negative goodwill on business combination | (11,489) |
| Consideration satisfied in cash | 3,652 |
| Cash acquired from business combination | (5,528) |
| Net cash inflow | (1,876) |

Notes to the Financial Statements

These notes form an integral part of the financial statements.

The announcement was authorised for issue by the directors on 4 May 2015.

1. Basis of Preparation

The Group has applied the same accounting policies and methods of computation in the financial statements for the current reporting period as those used in the audited financial statements for the year ended 30 June 2014. In addition, the Group has adopted new/revised FRS and INT FRS that have become effective for the financial year beginning 1 July 2014 (see note 2).

The financial statements were not audited or reviewed by the auditors.

2. Changes in the Accounting Policies, Methods of Computation and Accounting Standards

At the beginning of the financial year, 1 July 2014, the Company and the Group adopted new or revised FRSs (below), which are effective for the first time:

- FRS27 *Separate Financial Statements*
- FRS28 *Investments in Associates and Joint Ventures*
- FRS110 *Consolidated Financial Statements*
- FRS111 *Joint Arrangement*
- FRS112 *Disclosure of Interests in Other Entities*
- Amendments to FRS32 *Financial Instruments: Presentation – Offsetting Financial Assets and Financial Liabilities*
- Amendments to FRS36 *Impairment Assets – Recoverable Amount Disclosure for Non-Financial Assets*
- INT FRS121 *Levies*
- Amendments to FRS19 *Employee Contributions*

In addition, the Company and the Group have also adopted the Improvements to FRSs (*January 2014*) and Improvements to FRSs (*February 2014*) which are effective 1 July 2014.

The adoption of these accounting standards and improvements has no material financial effect on the results, earnings per share and the financial position of the Company and the Group for the current and previous financial periods.

3. Property, Plant and Equipment

| Group | Freehold land and building \$'000 | Leasehold land and building \$'000 | Leasehold improve- ment \$'000 | Furniture and fittings \$'000 | Office equipment \$'000 | Computers \$'000 | Motor vehicles \$'000 | Plant and machinery \$'000 | Assets under construct- ion \$'000 | Total \$'000 |
|---|--|---|---|--|-------------------------------|---------------------|-----------------------------|-------------------------------------|--|-----------------|
| 31 March 2015 | | | | | | | | | | |
| Cost | | | | | | | | | | |
| At 1 July 2014 | 2,968 | 1,975 | 3,495 | 566 | 1,167 | 3,797 | 158 | 31,287 | 2 | 45,415 |
| Additions | 9 | 40 | 199 | 3 | 17 | 283 | 193 | 1,228 | 34 | 2,006 |
| Disposals/Write off | – | – | (71) | (15) | (17) | (103) | (8) | (1,138) | – | (1,352) |
| Translation difference on consolidation | (295) | 202 | 179 | 17 | (22) | 309 | 13 | 2,841 | 2 | 3,246 |
| At 31 March 2015 | <u>2,682</u> | <u>2,217</u> | <u>3,802</u> | <u>571</u> | <u>1,145</u> | <u>4,286</u> | <u>356</u> | <u>34,218</u> | <u>38</u> | <u>49,315</u> |
| Accumulated depreciation and impairment losses | | | | | | | | | | |
| At 1 July 2014 | 63 | 378 | 2,614 | 376 | 576 | 3,234 | 122 | 25,345 | – | 32,708 |
| Depreciation charge for the period | 60 | 39 | 258 | 49 | 99 | 249 | 19 | 1,266 | – | 2,039 |
| Disposals/Write off | – | – | (54) | (4) | (8) | (101) | (8) | (1,125) | – | (1,300) |
| Translation difference on consolidation | (5) | 41 | 170 | 13 | – | 265 | 10 | 2,437 | – | 2,931 |
| At 31 March 2015 | <u>118</u> | <u>458</u> | <u>2,988</u> | <u>434</u> | <u>667</u> | <u>3,647</u> | <u>143</u> | <u>27,923</u> | <u>–</u> | <u>36,378</u> |
| Carrying amount | | | | | | | | | | |
| At 1 July 2014 | 2,905 | 1,597 | 881 | 190 | 591 | 563 | 36 | 5,942 | 2 | 12,707 |
| At 31 March 2015 | <u>2,564</u> | <u>1,759</u> | <u>814</u> | <u>137</u> | <u>478</u> | <u>639</u> | <u>213</u> | <u>6,295</u> | <u>38</u> | <u>12,937</u> |

| Company | Furniture and fittings \$'000 | Office equipment \$'000 | Computers \$'000 | Total \$'000 |
|------------------------------------|----------------------------------|----------------------------|---------------------|-----------------|
| 31 March 2015 | | | | |
| Cost | | | | |
| At 1 July 2014 and 31 March 2015 | 9 | 7 | 21 | 37 |
| Accumulated depreciation | | | | |
| At 1 July 2014 | 9 | 7 | 11 | 27 |
| Depreciation charge for the period | – | – | 3 | 3 |
| At 31 March 2015 | 9 | 7 | 14 | 30 |
| Carrying amount | | | | |
| At 1 July 2014 | – | – | 10 | 10 |
| At 31 March 2015 | – | – | 7 | 7 |

Leasehold land and building and plant and machinery of the Group with carrying amounts of \$1,562,000 (30 June 2014: \$1,451,000) and \$667,000 (30 June 2014: \$696,000) respectively, have been pledged to banks as securities for certain bank loans (note 8).

The carrying amount of property, plant and equipment includes amounts totalling \$64,000 (30 June 2014: \$59,000) for the Group in respect of assets acquired under finance leases (note 8).

4. Intangible Assets

| Group | Computer software \$'000 | Technology licence \$'000 | Intellectual property \$'000 | Development expenditure \$'000 | Goodwill \$'000 | Total \$'000 |
|---|-----------------------------|------------------------------|---------------------------------|-----------------------------------|--------------------|-----------------|
| 31 March 2015 | | | | | | |
| Cost | | | | | | |
| At 1 July 2014 | 719 | 1,941 | 9,665 | 5,133 | 27,248 | 44,706 |
| Additions | 47 | – | 42 | – | – | 89 |
| Translation difference on consolidation | 25 | 194 | 978 | 518 | 1,088 | 2,803 |
| At 31 March 2015 | 791 | 2,135 | 10,685 | 5,651 | 28,336 | 47,598 |
| Accumulated amortisation and impairment losses | | | | | | |
| At 1 July 2014 | 583 | 834 | 2,358 | 476 | 744 | 4,995 |
| Amortisation for the period | 50 | 78 | 411 | 10 | – | 549 |
| Translation difference on consolidation | 25 | 89 | 266 | 49 | – | 429 |
| At 31 March 2015 | 658 | 1,001 | 3,035 | 535 | 744 | 5,973 |
| Carrying amount | | | | | | |
| At 1 July 2014 | 136 | 1,107 | 7,307 | 4,657 | 26,504 | 39,711 |
| At 31 March 2015 | 133 | 1,134 | 7,650 | 5,116 | 27,592 | 41,625 |

| Company | Computer software \$'000 |
|----------------------------------|-----------------------------|
| 31 March 2015 | |
| Cost | |
| At 1 July 2014 and 31 March 2015 | 11 |
| Accumulated amortisation | |
| At 1 July 2014 and 31 March 2015 | 11 |
| Carrying amount | |
| At 1 July 2014 and 31 March 2015 | – |

5. Subsidiaries

During the last financial year, iNETest Resources HK Limited ("IRHK"), an inactive subsidiary in Hong Kong, submitted an application for the striking off under the applicable local laws. On 18 February 2015, IRHK was dissolved by deregistration.

The Company's subsidiaries, Ellipsiz Ventues Pte Ltd and Ellipsiz Semilab Holdings Pte Ltd, were dissolved on 2 March 2015 and ceased to be subsidiaries of the Group.

6. Cash and Cash Equivalents

| Note | Group | | Company | |
|---|----------------------------|---------------------------|----------------------------|---------------------------|
| | 31 March 2015 \$'000 | 30 June 2014 \$'000 | 31 March 2015 \$'000 | 30 June 2014 \$'000 |
| Cash at banks and in hand | 31,605 | 28,328 | 8,984 | 10,196 |
| Deposits with financial institutions | 7,016 | 3,688 | 4,006 | 2,000 |
| | <u>38,621</u> | <u>32,016</u> | <u>12,990</u> | <u>12,196</u> |
| Deposits held as securities by financial institutions | 8 (222) | (1,639) | | |
| Cash and cash equivalents in the consolidated cash flow statement | <u>38,399</u> | <u>30,377</u> | | |

7. Share Capital

| | Group and Company 31 March 2015 | | Group and Company 30 June 2014 | |
|---|------------------------------------|-------------------------|-----------------------------------|-------------------------|
| | No. of share '000 | Share capital \$'000 | No. of share '000 | Share capital \$'000 |
| Fully paid ordinary shares, with no par value: | | | | |
| Ordinary shares | | | | |
| At 1 July 2014 and 1 July 2013 | 552,794 | 88,773 | 552,794 | 88,773 |
| At 31 March 2015 and 30 June 2014 | <u>552,794</u> | <u>88,773</u> | <u>552,794</u> | <u>88,773</u> |

The Group had not acquired any treasury shares for the financial period ended 31 March 2015. There were no treasury shares held by the Group as at 30 June 2014 and 31 March 2015.

Options

During the financial period, a group of options totaling 18,900,000 options and with a grant date of 26 October 2009, lapsed. As at 31 March 2015, 13,413,000 (31 March 2014: 37,606,000) options were outstanding. The remaining 13,413,000 outstanding options were granted on 25 August 2010 and have an exercise price and expiry date of \$0.14 per share and 24 August 2015 respectively.

8. Interest-Bearing Borrowings

Interest-bearing borrowings consist of the following:

| | Group | |
|---|----------------------------|---------------------------|
| | 31 March 2015 \$'000 | 30 June 2014 \$'000 |
| Non-current liabilities | | |
| Secured bank loans | 211 | 331 |
| Unsecured bank loans | 395 | 273 |
| Obligations under hire purchase agreements and finance leases | 18 | 47 |
| | <u>624</u> | <u>651</u> |
| Current liabilities | | |
| Secured bank loans | 190 | 177 |
| Unsecured bank loans ⁽¹⁾ | 7,544 | 8,718 |
| Obligations under hire purchase agreements and finance leases | 45 | 81 |
| | <u>7,779</u> | <u>8,976</u> |

⁽¹⁾ One of the Group's subsidiaries in Japan did not meet the financial covenant for its bank loans as at 31 March 2015 and 30 June 2014. The breach involves one term loan (30 June 2014: two term loans) and the outstanding amount of the loan as at 31 March 2015 was JPY15,380,000 approximately \$177,000 (30 June 2014: JPY40,360,000 or \$497,000). The bank will not demand for the immediate settlement of the outstanding borrowing, provided the subsidiary continues to service the loan instalments. The Group and the subsidiary have the funds to fulfil the obligations if the bank requires immediate repayment of the loans.

Maturity of liabilities (excluding finance lease liabilities)

| | Group | |
|---------------------------------|----------------------------|---------------------------|
| | 31 March 2015 \$'000 | 30 June 2014 \$'000 |
| Within 1 year | 7,734 | 8,895 |
| After 1 year but within 5 years | 606 | 604 |
| | 8,340 | 9,499 |

The borrowings are secured on the following assets:

| | Note | Group | |
|--------------------------------------|------|----------------------------|---------------------------|
| | | 31 March 2015 \$'000 | 30 June 2014 \$'000 |
| Leasehold land and building | 3 | 1,562 | 1,451 |
| Plant and equipment | 3 | 667 | 696 |
| Deposits with financial institutions | 6 | 222 | 1,639 |
| Total carrying amount | | 2,451 | 3,786 |

Obligations under finance leases

| Group | 31 March 2015 | | | 30 June 2014 | | |
|---|---------------------|--------------------|-----------------|---------------------|--------------------|-----------------|
| | Principal \$'000 | Interest \$'000 | Total \$'000 | Principal \$'000 | Interest \$'000 | Total \$'000 |
| Repayable within 1 year | 45 | 4 | 49 | 81 | 5 | 86 |
| Repayable after 1 year but within 5 years | 13 | 3 | 16 | 41 | 3 | 44 |
| Repayable after 5 years | 5 | * | 5 | 6 | * | 6 |
| | 63 | 7 | 70 | 128 | 8 | 136 |

* Less than \$1,000

9. Results from Operating Activities

| Group | Note | 1 January 2015 to 31 March 2015 \$'000 | 1 January 2014 to 31 March 2014 \$'000 | 1 July 2014 to 31 March 2015 \$'000 | 1 July 2013 to 31 March 2014 \$'000 |
|---|------|--|--|---|---|
| | | | | \$'000 | \$'000 |
| Other income | | | | | |
| Rental income | | – | 5 | 15 | 5 |
| Gain on disposal of property, plant and equipment | | 1 | – | 218 | 30 |
| Gain on liquidation of subsidiaries | | 16 | – | 16 | – |
| Negative goodwill on business combination | | – | – | – | 11,489 |
| Dividend income from financial asset | | – | – | – | 175 |
| Reversal of provision for retrenchment cost | | 151 | – | 203 | – |
| Sundry income | | 46 | 170 | 120 | 473 |
| Exchange gain/(loss), net | | 379 | (72) | 476 | – |
| | | 593 | 103 | 1,048 | 12,172 |
| Other expenses | | | | | |
| Reversal of allowance for doubtful debts from trade and other receivables | | – | 16 | (10) | (753) |
| Allowance/(Reversal of allowance) for inventory obsolescence | | 113 | (99) | 131 | (20) |
| Depreciation of property, plant and equipment | 3 | 723 | 622 | 2,039 | 1,780 |
| Amortisation of intangible assets | 4 | 186 | 166 | 549 | 495 |
| Bad debts written off | | – | 1 | – | 8 |
| Inventories written off | | 50 | 40 | 79 | 105 |
| Property, plant and equipment written off | | – | – | 22 | 10 |
| Acquisition-related costs | | – | – | – | 1,083 |
| Post-acquisition integration and restructuring costs | | – | – | – | 5,214 |
| Loss on disposal of an associate | | – | – | 343 | – |
| | | – | – | 343 | – |

The higher depreciation expenses were due to the increase in property, plant and equipment arising from the business acquisition and capital spending during the last financial year.

The loss on disposal of an associate arises from the disposal of the wholly-owned subsidiary's (iNETest Resources Pte Ltd) 49% interest in IRC Technologies Ltd (an associate incorporated in Thailand) in August 2014, for a total consideration of Thai baht 31,000,000 (equivalent \$1,209,000).

10. Net Finance Expenses

| Group | 1 January 2015 to 31 March 2015 \$'000 | 1 January 2014 to 31 March 2014 \$'000 | 1 July 2014 to 31 March 2015 \$'000 | 1 July 2013 to 31 March 2014 \$'000 |
|--|--|--|---|---|
| Finance income | | | | |
| Interest income from: | | | | |
| - financial institutions | 8 | (17) | 16 | 18 |
| - joint venture | 2 | 3 | 6 | 3 |
| - third parties | 6 | 22 | 27 | 87 |
| Interest income arising from the unwinding of discount implicit in the interest-free third parties receivables | | | | |
| | – | 45 | – | 80 |
| | <u>16</u> | <u>53</u> | <u>49</u> | <u>188</u> |
| Finance expenses | | | | |
| Interest expenses to: | | | | |
| - finance leases | (3) | (4) | (8) | (14) |
| - financial institutions | (56) | (66) | (179) | (195) |
| | <u>(59)</u> | <u>(70)</u> | <u>(187)</u> | <u>(209)</u> |
| Net finance expenses | <u>(43)</u> | <u>(17)</u> | <u>(138)</u> | <u>(21)</u> |

11. Income Tax Expense

| Group | 1 January 2015 to 31 March 2015 \$'000 | 1 January 2014 to 31 March 2014 \$'000 | 1 July 2014 to 31 March 2015 \$'000 | 1 July 2013 to 31 March 2014 \$'000 |
|--|--|--|---|---|
| Current tax | | | | |
| - Current year | 360 | 135 | 1,360 | 691 |
| - withholding tax | 9 | 30 | 282 | 83 |
| - under/(over) provision in prior year | 1 | (9) | 7 | (17) |
| | <u>370</u> | <u>156</u> | <u>1,649</u> | <u>757</u> |
| Deferred tax | | | | |
| - origination and reversal of temporary differences | | | | |
| | 44 | 15 | (283) | (15) |
| - (over)/under provision in prior year | | | | |
| | – | (30) | (20) | 145 |
| | <u>44</u> | <u>(15)</u> | <u>(303)</u> | <u>130</u> |
| Total income tax expenses | <u>414</u> | <u>141</u> | <u>1,346</u> | <u>887</u> |

12. Earnings Per Share

| Group | 1 January 2015 to 31 March 2015 \$'000 | 1 January 2014 to 31 March 2014 \$'000 | 1 July 2014 to 31 March 2015 \$'000 | 1 July 2013 to 31 March 2014 \$'000 |
|--|--|--|---|---|
| Basic earnings per share is based on: | | | | |
| Profit for the period attributable to Owners of the Company | | | | |
| | <u>1,235</u> | <u>555</u> | <u>4,686</u> | <u>8,080</u> |

| | 1 January 2015 to 31 March 2015 No. of shares '000 | 1 January 2014 to 31 March 2014 No. of shares '000 | 1 July 2014 to 31 March 2015 No. of shares '000 | 1 July 2013 to 31 March 2014 No. of shares '000 |
|---|---|---|--|--|
| Weighted average number of: - shares outstanding during the period | 552,794 | 552,794 | 552,794 | 552,794 |

For the purpose of calculating the diluted earnings per ordinary share, the weighted average number of ordinary shares in issue is adjusted to take into account the dilutive effect arising from the dilutive share options with the potential ordinary shares weighted for the period outstanding.

The effect of the exercise of share options on the weighted average number of ordinary shares in issue is as follows:

| Group | 1 January 2015 to 31 March 2015 No. of shares '000 | 1 January 2014 to 31 March 2014 No. of shares '000 | 1 July 2014 to 31 March 2015 No. of shares '000 | 1 July 2013 to 31 March 2014 No. of shares '000 |
|--|---|---|--|--|
| Weighted average number of share issued, used in the calculation of diluted earnings per share | 552,794 | 552,794 | 552,794 | 552,794 |

As at 31 March 2015, 13,413,000 (31 March 2014: 37,606,000) options were excluded from the diluted weighted average number of ordinary shares calculations as their effect would have been anti-dilutive.

13. Net Asset Value Per Share

| | Group cents | Company cents |
|--|----------------|------------------|
| Net asset value per ordinary share based on issued share capital of the Company as at | | |
| (a) 31 March 2015 | 21.85 | 18.79 |
| (b) 30 June 2014 | 21.13 | 19.50 |

14. Dividends

There were no dividend declared or recommended for the current financial period (1 January 2015 to 31 March 2015) reported on or the correspondence period of the immediately preceding financial year.

15. Significant Related Party Transactions

Significant transactions with related parties are as follows:

| Group | 1 January 2015 to 31 March 2015 \$'000 | 1 January 2014 to 31 March 2014 \$'000 | 1 July 2014 to 31 March 2015 \$'000 | 1 July 2013 to 31 March 2014 \$'000 |
|--|--|--|---|---|
| Sales to: | | | | |
| - a joint venture | - | - | 65 | - |
| - an associate | - | 9 | 7 | 15 |
| - other affiliates | - | - | - | 30 |
| Service income receivable from an associate | - | 80 | - | 80 |
| Service rendered/Purchases from: | | | | |
| - a joint venture | - | - | (72) | (74) |
| - an associate | - | (84) | - | (418) |
| Property, plant and equipment purchased from affiliate ⁽¹⁾ | - | (395) | - | (395) |
| Rental expenses paid to: | | | | |
| - non-controlling interest of an subsidiary | - | (16) | - | (49) |
| - a director | (32) | (30) | (92) | (92) |
| - other affiliate | - | (40) | - | (120) |

⁽¹⁾ This relates to a corporation which a director of the Company had an interest during the period

16. Interested Person Transactions

The Company does not have any general mandate from shareholders for interested person transaction (IPT).

During the period, the total transactions with interested person are as follows:

| Name of interested person | Aggregate value of all interested person transactions during the financial period under review (excluding transactions less than \$100,000 and transactions conducted under shareholder's mandate pursuant to Rule 920) | Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000) |
|---------------------------|---|---|
| Chan Wai Leong (Director) | \$'000 | \$'000 |
| Rental expenses | 92 | - |

The total IPT of \$92,000 is less than 1% of our audited consolidated net tangible assets of FY2014.

17. Commitments

Lease Commitments

As at 31 March 2015, commitments of the Group for minimum lease receivables and payments under non-cancellable operating leases are as follows:

| | Group | |
|---|-------------------------------------|------------------------------------|
| | 31 March 2015 \$'000 | 30 June 2014 \$'000 |
| Receivable: | | |
| Within 1 year | 1 | 2 |
| Payable: | | |
| Within 1 year | 1,772 | 1,666 |
| After 1 year but within 5 years | 1,183 | 1,743 |
| After 5 years | 5 | - |
| | 2,960 | 3,409 |
| Capital Commitments | | |
| Capital commitments contracted but not provided for | 99 | 902 |

Corporate guarantees

As at 31 March 2015, the Company provided corporate guarantees amounting to \$19,951,000 (30 June 2014: \$14,434,000) to banks for banking facilities made available to its subsidiaries, of which the subsidiaries have utilised \$8,450,000 (30 June 2014: \$8,868,000).

18. Other information

Reportable segments

| Group | Distribution & Services solutions | | Probe Card solutions | | Eliminations | | Consolidated | |
|---|-----------------------------------|---------------|----------------------|---------------|---------------|---------------|---------------|----------------|
| | 31 March 2015 | 31 March 2014 | 31 March 2015 | 31 March 2014 | 31 March 2015 | 31 March 2014 | 31 March 2015 | 31 March 2014 |
| | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 |
| Revenue and Expense | | | | | | | | |
| Total revenue from external customers | 35,203 | 63,806 | 49,930 | 43,353 | – | – | 85,133 | 107,159 |
| Inter-segment revenue | 435 | 187 | – | – | (435) | (187) | – | – |
| | <u>35,638</u> | <u>63,993</u> | <u>49,930</u> | <u>43,353</u> | | | <u>85,133</u> | <u>107,159</u> |
| Segment results | 1,198 | 757 | 4,786 | 7,275 | – | – | 5,984 | 8,032 |
| Unallocated corporate results | | | | | | | (5) | 367 |
| | | | | | | | <u>5,979</u> | <u>8,399</u> |
| Share of results of associates and joint ventures | | | | | | | | |
| - allocated to reportable segments | 182 | 194 | 12 | 174 | – | – | 194 | 368 |
| - unallocated corporate & others | | | | | | | – | (180) |
| Profit before finance income/(expenses) and taxation | | | | | | | 6,173 | 8,587 |
| Finance income | | | | | | | 49 | 188 |
| Finance expenses | | | | | | | (187) | (209) |
| Income tax expense | | | | | | | (1,346) | (887) |
| Non-controlling interests | | | | | | | (3) | 401 |
| Profit for the period attributable to Owners of the Company | | | | | | | <u>4,686</u> | <u>8,080</u> |

| Group | Distribution & Services solutions | | Probe Card solutions | | Eliminations | | Consolidated | |
|------------------------------------|-----------------------------------|--------------|----------------------|--------------|---------------|--------------|----------------|----------------|
| | 31 March 2015 | 30 June 2014 | 31 March 2015 | 30 June 2014 | 31 March 2015 | 30 June 2014 | 31 March 2015 | 30 June 2014 |
| | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 |
| Assets and liabilities | | | | | | | | |
| Segment assets | 44,273 | 45,567 | 78,512 | 73,208 | – | – | 122,785 | 118,775 |
| Investments in associates | | | | | | | | |
| - allocated to reportable segments | 678 | 2,657 | 5,030 | 5,382 | – | – | 5,708 | 8,039 |
| Investments in joint ventures | | | | | | | | |
| - allocated to reportable segments | 276 | 228 | – | – | – | – | 276 | 228 |
| Tax receivables | 417 | 419 | 5 | 126 | – | – | 422 | 545 |
| Deferred tax assets | 1,305 | 1,656 | 2,884 | 2,761 | – | – | 4,189 | 4,417 |
| Unallocated corporate assets | | | | | | | 20,645 | 22,215 |
| Total assets | | | | | | | <u>154,025</u> | <u>154,219</u> |
| Segment liabilities | 10,321 | 10,268 | 11,540 | 13,950 | – | – | 21,861 | 24,218 |
| Interest-bearing borrowings | 370 | 3,591 | 8,033 | 6,036 | – | – | 8,403 | 9,627 |
| Income tax liabilities | 69 | 118 | 1,412 | 1,204 | – | – | 1,481 | 1,322 |
| Unallocated corporate liabilities | | | | | | | 1,082 | 1,872 |
| Total liabilities | | | | | | | <u>32,827</u> | <u>37,039</u> |

| Group | Distribution & Services solutions | | Probe Card solutions | | Eliminations | | Consolidated | |
|------------------------------------|-----------------------------------|---------------|----------------------|---------------|---------------|---------------|---------------|---------------|
| | 31 March 2015 | 31 March 2014 | 31 March 2015 | 31 March 2014 | 31 March 2015 | 31 March 2014 | 31 March 2015 | 31 March 2014 |
| | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 |
| Capital expenditure | | | | | | | | |
| - allocated to reportable segments | 191 | 844 | 1,904 | 3,209 | – | – | 2,095 | 4,053 |
| - unallocated corporate expenses | | | | | | | – | 12 |
| | | | | | | | <u>2,095</u> | <u>4,065</u> |

Ellipsiz Ltd and its Subsidiaries
 Third quarter results ended
 31 March 2015

| Group | Distribution & Services solutions | | Probe Card solutions | | Eliminations | | Consolidated | |
|--|-----------------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| | 31 March 2015 \$'000 | 31 March 2014 \$'000 | 31 March 2015 \$'000 | 31 March 2014 \$'000 | 31 March 2015 \$'000 | 31 March 2014 \$'000 | 31 March 2015 \$'000 | 31 March 2014 \$'000 |
| Depreciation of property, plant and equipment | | | | | | | | |
| - allocated to reportable segments | 248 | 360 | 1,788 | 1,418 | - | - | 2,036 | 1,778 |
| - unallocated corporate expenses | | | | | | | 3 | 2 |
| | | | | | | | <u>2,039</u> | <u>1,780</u> |
| Amortisation of intangible assets | | | | | | | | |
| - allocated to reportable segments | 19 | 30 | 530 | 465 | - | - | 549 | 495 |
| Gain on disposal of property, plant and equipment | | | | | | | | |
| - allocated to reportable segments | (5) | (2) | (213) | (28) | - | - | (218) | (30) |
| (Reversal of allowance)/Allowance for inventory obsolescence | | | | | | | | |
| - allocated to reportable segments | (17) | 24 | 148 | (44) | - | - | 131 | (20) |
| Inventories written off | | | | | | | | |
| - allocated to reportable segments | 74 | 41 | 5 | 64 | - | - | 79 | 105 |
| Reversal of allowance for doubtful trade and other receivables | | | | | | | | |
| - allocated to reportable segments | - | - | (10) | (753) | - | - | (10) | (753) |
| Bad debts written off | | | | | | | | |
| - allocated to reportable segments | - | 8 | - | - | - | - | - | 8 |
| Loss on disposal of an associate | | | | | | | | |
| - allocated to reportable segments | 343 | - | - | - | - | - | 343 | - |
| Property, plant and equipment written off | | | | | | | | |
| - allocated to reportable segments | 22 | - | - | 10 | - | - | 22 | 10 |
| Reversal of retrenchment cost | | | | | | | | |
| - allocated to reportable segments | (203) | - | - | - | - | - | (203) | - |
| Post-acquisition integration and restructuring cost | | | | | | | | |
| - allocated to reportable segments | - | - | - | 5,214 | - | - | - | 5,214 |
| Acquisition-related costs | | | | | | | | |
| - allocated to reportable segments | - | - | - | 1,083 | - | - | - | 1,083 |
| Negative goodwill on business combination | | | | | | | | |
| - allocated to reportable segments | - | - | - | (11,489) | - | - | - | (11,489) |

Geographical segments

| Group | Singapore | | Other Asean Region | | China and Taiwan | | USA | | Europe | | Japan | | Other Regions | | Consolidated | |
|---------------------------------------|-------------------------------|-------------------------------|-------------------------------|-------------------------------|-------------------------------|-------------------------------|-------------------------------|-------------------------------|-------------------------------|-------------------------------|-------------------------------|-------------------------------|-------------------------------|-------------------------------|-------------------------------|-------------------------------|
| | 31 March 2015 \$'000 | 31 March 2014 \$'000 | 31 March 2015 \$'000 | 31 March 2014 \$'000 | 31 March 2015 \$'000 | 31 March 2014 \$'000 | 31 March 2015 \$'000 | 31 March 2014 \$'000 | 31 March 2015 \$'000 | 31 March 2014 \$'000 | 31 March 2015 \$'000 | 31 March 2014 \$'000 | 31 March 2015 \$'000 | 31 March 2014 \$'000 | 31 March 2015 \$'000 | 31 March 2014 \$'000 |
| | 31 March 2015 \$'000 | 30 June 2014 \$'000 | 31 March 2015 \$'000 | 30 June 2014 \$'000 | 31 March 2015 \$'000 | 30 June 2014 \$'000 | 31 March 2015 \$'000 | 30 June 2014 \$'000 | 31 March 2015 \$'000 | 30 June 2014 \$'000 | 31 March 2015 \$'000 | 30 June 2014 \$'000 | 31 March 2015 \$'000 | 30 June 2014 \$'000 | 31 March 2015 \$'000 | 30 June 2014 \$'000 |
| Total revenue from external customers | 18,110 | 38,303 | 10,421 | 14,081 | 30,677 | 30,418 | 11,959 | 11,920 | 3,485 | 3,358 | 10,306 | 7,411 | 175 | 1,668 | 85,133 | 107,159 |
| Non-current segment assets | 40,901 | 32,898 | 5,111 | 3,347 | 2,912 | 3,656 | 1,088 | 7,599 | 23 | 49 | 3,629 | 4,258 | 1,135 | 1,106 | 54,799 | 52,913 |
| Investments in associates | – | – | 678 | 2,657 | – | – | – | – | – | – | 5,030 | 5,382 | – | – | 5,708 | 8,039 |
| Investments in joint ventures | 200 | 164 | 76 | 64 | – | – | – | – | – | – | – | – | – | – | 276 | 228 |
| Investments in other financial assets | 7,366 | 9,119 | – | – | – | – | – | – | 160 | 285 | 162 | 147 | – | – | 7,688 | 9,551 |
| Deferred tax assets | – | – | – | – | – | – | – | – | – | – | – | – | – | – | 4,273 | 4,476 |
| | 48,467 | 42,181 | 5,865 | 6,068 | 2,912 | 3,656 | 1,088 | 7,599 | 183 | 334 | 8,821 | 9,787 | 1,135 | 1,106 | 72,744 | 75,207 |
| Capital expenditure | 190 | 924 | 1,171 | 549 | 440 | 202 | 183 | 226 | – | 42 | 111 | 2,122 | – | – | 2,095 | 4,065 |

CONFIRMATION BY THE BOARD
PURSUANT TO RULE 705(5) OF THE SGX-ST LISTING MANUAL

We, Chan Wai Leong and Jeffrey Staszak, being Chief Executive Officer and Non-Executive and Lead Independent Director of Ellipsiz Ltd (the "Company"), do hereby confirm on behalf of the Board of Directors of the Company, that to the best of our knowledge, nothing has come to our attention which may render the interim financial statements of the Company and of the Group for the 3rd quarter results ended 31 March 2015 to be false or misleading in any material aspect.

On behalf of the Board of Directors



Chan Wai leong
Chief Executive Officer



Jeffrey Staszak
Non-Executive and Lead Independent Director

Singapore
4 May 2015