

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

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

		Group		
		S\$'000		%
		6 months ended 30.9		Increase / (Decrease)
		2014	2013	
Revenue	Note 8a	34,924	30,832	13.3
Cost of sales		(15,837)	(13,010)	21.7
Gross Profit	8b	19,087	17,822	7.1
Other income	8c	421	1,059	(60.2)
Distribution costs	8d	(16,931)	(14,474)	17.0
Administrative and general expenses	8e	(3,555)	(4,498)	(21.0)
Finance costs	8f	(593)	(1,528)	(61.2)
Loss before tax		(1,571)	(1,619)	(3.0)
Income tax expense		(5)	21	NM
Loss after tax		(1,576)	(1,598)	(1.4)

Other comprehensive income :

Foreign currency translation

27 166

Other comprehensive income for the financial period, net of tax

27 166

Total comprehensive income for the financial period

(1,549) (1,432)

Loss attributable to :

Owners of the Company

(1,576) (1,132)

Non-controlling interests

- (466)

(1,576) (1,598)

Total comprehensive income attributable to :

Owners of the Company

(1,576) (966)

Non-controlling interests

- (466)

(1,576) (1,432)

Loss before tax is stated after charging and (crediting):

Depreciation and amortisation

1,134 1,138 nm

Foreign exchange loss/(gain), net

(17) (72) (77)

Gain disposal of property, plant and equipment

(5) (244) (98)

Property, plant and equipment written off

6 17 (66)

Stocks written off

- 32 nm

nm: not meaningful

		Group		
		S\$'000		%
		6 months ended 30.9		Increase / (Decrease)
		2014	2013	
Depreciation and amortisation		1,134	1,138	nm
Foreign exchange loss/(gain), net		(17)	(72)	(77)
Gain disposal of property, plant and equipment		(5)	(244)	(98)
Property, plant and equipment written off		6	17	(66)
Stocks written off		-	32	nm

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

	Note	Group		Company	
		30.9.2014	31.03.2014	30.9.2014	31.03.2014
		S\$'000		S\$'000	
ASSETS					
Non-current assets					
Property, plant and equipment	8g	6,066	5,533	3,050	2,457
Investment in subsidiary companies		-	-	782	782
Deferred tax assets		-	6	-	-
		6,066	5,539	3,832	3,239
Current assets					
Trade receivables	8h	4,421	4,728	3,376	3,682
Prepayments		737	585	443	405
Other receivables	8i	2,345	2,912	1,222	1,730
Amounts due from subsidiary companies		-	-	472	546
Amounts due from related parties		415	1,217	411	1,213
Inventories	8j	28,067	24,227	17,520	16,524
Cash and deposit		1,443	1,217	1,089	1,170
		37,428	34,886	24,533	25,270
LIABILITIES					
Current liabilities					
Bank overdraft		1,736	2,007	298	1,125
Trade payables	8k	7,107	6,208	3,488	2,847
Deferred revenue		-	101	-	101
Other payables		4,691	4,919	3,646	4,003
Amounts due to subsidiary companies		-	-	581	580
Amounts due to related parties	8l	4,688	111	2,563	74
Bills payable and bank borrowings		9,218	9,355	7,053	6,956
Provision for taxation		34	157	-	-
Obligations under finance leases		703	495	-	-
		28,177	23,353	17,629	15,686
Net current assets		9,251	11,533	6,904	9,584
Non-current liabilities					
Obligations under finance leases		289	516	-	-
Bank borrowings		454	479	-	-
Deferred tax liability		74	28	79	28
		817	1,023	79	28
Net assets		14,500	16,049	10,657	12,795
Equity attributable to equity holders of the parent					
Share capital		27,885	27,885	27,885	27,885
Total reserves		(13,385)	(11,836)	(17,228)	(15,090)
Total shareholders' equity		14,500	16,049	10,657	12,795
Total equity		14,500	16,049	10,657	12,795

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

Amount repayable in one year or less, or on demand *

Amount repayable after one year *

* net of transaction costs

As at 30.9.2014		As at 31.03.2014	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
2,868	7,053	2,894	6,956
289	-	516	-

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

Consolidated cash flow statement

CASH FLOWS FROM OPERATING ACTIVITIES

Loss before tax from continuing operations

Adjustments for:

Depreciation of property, plant and equipment
 Property, plant and equipment written off
 Gain on disposal of property, plant and equipment
 Allowance for stock obsolescence / stocks written off
 Write back of allowance for doubtful debts
 Finance costs
 Interest income
 Unrealised exchange loss

Operating profit before working capital changes

Change in operating assets and liabilities:
 Decrease/(increase) in trade and other receivables
 (Increase)/decrease in inventories
 Decrease/(increase) in trade and other payables
 Increase in balances with related parties (net)

Cash generated from/(used in) operations

Income tax paid
 Finance costs

Net cash from/(used in) operating activities

CASH FLOWS FROM INVESTING ACTIVITIES

Additions to property, plant and equipment
 Proceeds from disposal of property, plant and equipment

Net cash outflow used in investing activities

CASH FLOWS FROM FINANCING ACTIVITIES

Repayment of obligations under finance leases
 Additional of hire purchase
 Increase in amounts due to directors
 (Repayment)/proceed of bill payables and bank borrowings

Net cash inflow (used)/from financing activities

Net (decrease)/increase in cash and cash equivalents

Cash and cash equivalents at the beginning of the period
Cash and cash equivalents at the end of the period

S\$'000	
6 months ended 30.9	
2014	2013
(1,571)	(1,619)
1,134	1,138
6	17
(5)	(244)
-	32
13	30
593	(145)
-	-
311	337
481	(454)
-	-
712	(631)
(3,840)	1,865
124	(4,934)
5,379	446
2,856	(3,708)
(76)	(594)
(593)	145
2,187	(4,157)
(1,509)	(10,072)
1	-
(1,508)	(10,072)
(555)	(598)
536	988
-	2,588
(161)	7,725
(180)	10,703
499	(3,526)
(792)	2,701
(293)	(825)

UNAUDITED HALF YEAR FINANCIAL STATEMENT FOR PERIOD ENDED 30 SEPTEMBER 2014

For the purpose of the consolidated cash flow statement, cash and cash equivalents comprise the following at the Balance Sheet date:

	Group S\$'000	
	2014	2013
Cash and cash equivalent comprise:		
- cash and cash bank balances	1,330	164
Fixed deposits	113	-
Bank overdrafts (secured)	(1,736)	(989)
Cash and cash equivalents	(293)	(825)

1 (d) (i.e.) 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.

Group

	Attributable to the equity holders of the parent							
	Share capital	Accumulated losses	Capital reserves	Translation reserve	Other reserves	Total	Non-controlling interests	Total equity
2015								
Balance at 1 April 2014	27,885	(11,942)	500	(394)	106	16,049	-	16,049
Loss for the period	-	(1,576)	-	-	-	(1,576)	-	(1,576)
<u>Other comprehensive income</u>								
Foreign currency translation	-	-	-	27	27	27	-	27
Other comprehensive income for the financial period, net of tax	-	-	-	-	-	-	-	-
Total comprehensive income for the financial period	-	(1,576)	-	27	27	(1,549)	-	(1,549)
Changes in ownership interests in subsidiaries								
Disposal of subsidiary companies	-	-	-	-	-	-	-	-
Total changes in ownership interest in subsidiaries	-	-	-	-	-	-	-	-
Balance at 30 September 2014	27,885	(13,518)	500	(367)	133	14,500	-	14,500
2014								
Balance at 1 January 2013	27,885	(12,639)	500	(210)	290	15,536	(369)	15,167
Profit for the period	-	697	-	-	-	697	369	1,066
<u>Other comprehensive income</u>								
Foreign currency translation	-	-	-	(184)	(184)	(184)	-	-
Other comprehensive income for the financial period, net of tax	-	-	-	-	-	-	-	-
Total comprehensive income for the financial period	-	697	-	(184)	(184)	513	369	882
Balance at 31 March 2014	27,885	(11,942)	500	(394)	106	16,049	-	16,049

Company

	Company			
	Share Capital	Accumulated losses	Total reserves	Total equity
Balance at 1 April 2014	27,885	(15,090)	(15,090)	12,795
Total comprehensive loss for the financial period	-	(2,138)	(2,138)	(2,138)
Balance at 30 September 2014	27,885	(17,228)	(17,228)	10,657
Balance at 1 January 2013	27,885	(13,856)	(13,856)	14,029
Total comprehensive income for the financial period	-	(1,234)	(1,234)	(1,234)
Balance at 31 March 2014	27,885	(15,090)	(15,090)	12,795

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

Issued Ordinary shares

Movements in the Company's issued and fully paid-up capital during the financial period were as follows:-

Balance at 1 April 2014

Balance at 30 September 2014

Number of Shares ('000)	
As at 30.9	
2014	2013
92,388	92,388
92,388	92,388

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

Number of issued shares excluding treasury shares

'000	
As at 30.9.2014	As at 30.9.2013
92,388	92,388

- (iv) A statement showing all sales, transfer, 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 nor reviewed by the Company's 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 accounting policies and methods of computation in the financial statements for the financial period ended 30 September 2014 are consistent with those applied in the audited financial statement for the year ended 31 March 2014.

- 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.

Not applicable.

- 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.

Loss net of tax attributable to ordinary equity holders of the Company (S\$'000)

Weighted average number of ordinary shares in issue for basic and diluted earnings/(loss) per share ('000)

(Loss)/Earning per share - basic and diluted (in cents)

Group	
30.9.2014	30.9.2013
(1,576)	(1,598)
92,388	92,388
(1.71)	(1.73)

UNAUDITED HALF YEAR FINANCIAL STATEMENT FOR PERIOD ENDED 30 SEPTEMBER 2014

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

Group		Company	
30.9.2014 cents	31.03.2014 cents	30.9.2014 cents	31.03.2014 cents
15.7	17.4	11.5	13.8

Net asset value per ordinary share at the end of the financial period

8 **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-**

(a) any significant factors that affected the turnover, costs and earnings of the Group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and

(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

Performance

a **Revenue**

The Group's revenue increased by 13.3% from S\$30.8 million for YTD 30 September 2013 to S\$34.9 million for YTD September 2014. The increase is mainly contributed by better sales performance in Malaysia subsidiary and opening of new outlets in Singapore.

b **Gross profit**

The gross profit margin reduced from 55.9% in YTD September 2013 to 53.6% in YTD September 2014. The gross profit margin was lower as compared to last corresponding period due to higher promotional discount, markdown given on the past seasons merchandise and early settlement discount given to dealers of its wholesale business in Malaysia subsidiary.

c **Other income**

Other income decreased by S\$0.6 million was mainly due to decrease in income from membership fee and a one off gain of disposal of property, plant and equipment in the last corresponding period.

d **Distribution costs**

In tandem with the increase in revenue, distribution costs increased by 17.0% or S\$2.5 million as compared to last corresponding period. The higher distribution costs were mainly due to increase in rental expense, A & P expense and staff cost to support the Group's operations.

e **Administrative and general expenses**

Administrative and general expenses decreased by 21.0% or S\$0.9 million as compared to last corresponding period mainly contributed by the decreased administrative and general expenses of a disposed subsidiary.

f **Finance costs**

Finance cost decreased by 61.2% or S\$0.9 million as compared to last corresponding period mainly contributed by the decreased finance cost of a disposed subsidiary.

Balance Sheet

g The Group's property, plant and equipment had increased by S\$0.5 million. The increase was mainly due to increase in renovation cost of the new outlets.

h The Group's trade receivables decreased by S\$0.3 million or 7%, mainly due to better collections.

i The Group's other receivables decreased by S\$ 0.6 million, mainly due to repayment from directors and decrease in sundry debtors.

j The Group's inventory has increased by 16% mainly due to purchase of inventories for new outlets and from related companies.

k The Group's trade payables increased by S\$ 0.9 million mainly due to increase in purchase of inventory.

l Amounts due to related parties increased by S\$4.6 million largely due to purchase of inventory.

Statement of Cash Flows

Net cash from operating activities of S\$2.2 million was mainly due increase in balances with related parties.

Net cash outflow used in investing activities was S\$1.5 million in YTD September 2014 was mainly due to the increase of property, plant and equipment for new outlet.

Net cash inflow used in financing activities, amounting to \$0.2 million was mainly due to repayment of finance leases, bill payables and bank borrowings.

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

The current results are in line with the Company's commentary in Paragraph 10 of the results announced dated 30 May 2014.

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 retail industry remains competitive and challenging. Nevertheless, the Group will continue to focus on its core business, improving operational efficiency and cost management measures in order to stay competitive in the market.

UNAUDITED HALF YEAR FINANCIAL STATEMENT FOR PERIOD ENDED 30 SEPTEMBER 2014

11 Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?
None.

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year?
None.

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

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

No dividend has been declared or recommended for the period ended 30 September 2014

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.

Name of interested person	Aggregate value of all interested person transactions during the financial period under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)		Aggregate value of all interested person transactions conducted under shareholder's mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)	
	Group		Group	
	30.09.2014 \$'000	30.09.2013 \$'000	30.09.2014 \$'000	30.09.2013 \$'000
Ossia International Limited				
- Purchases	-	-	3,885	885
- Sales	-	-	-	137
Ossia World of Golf (M) Sdn Bhd				
- Sales	-	-	-	95

VGO Corporation Limited (the "Company")

Confirmation by the Board

We refer the requirement under Rule 705(4) of the Listing Manual.

On behalf of the Board of Directors of the Company, we, the undersigned, hereby confirm to the best of our knowledge that nothing of a material aspect has come to the

On behalf of the Board of Directors

Goh Ching Huat
Director

Wong King Kheng
Audit Committee Chairman

By Order of the Board
Lotus Isabella Lim Mei Hua

Company Secretary
13 November 2014