

UNAUDITED RESULTS FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2015

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2, Q3 & Q4) HALF YEAR AND FULL YEAR RESULTS

The Directors of Leren Bio-Chem Ltd wish to announce the unaudited results of the Group for the second quarter ended 30 September 2015 ("2Q FY 2016").

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

Income Statements

	Group		+ / (-) %	Group		+ / (-) %
	2nd quarter ended 30.09.15	2nd quarter ended 30.09.14		1st half year ended 30.09.15	1st half year ended 30.09.14	
	S\$'000	S\$'000		S\$'000	S\$'000	
Other income	3	4	(24)	14	34	(59)
Total revenue	3	4	(24)	14	34	(59)
Items of expense						
Staff costs	(187)	(181)	3	(375)	(359)	5
Other expenses	(185)	(219)	(16)	(340)	(398)	(15)
Finance costs	0	-	NM	-	-	NM
Loss before taxation	(369)	(396)	(7)	(701)	(723)	(3)
Taxation	-	-	NM	-	-	NM
Loss for the period	(369)	(396)	(7)	(701)	(723)	(3)

Consolidated Statement of Comprehensive Income for the 2nd Quarter ended 30 September 2015

	Group		+ / (-)	Group		+ / (-)
	2nd quarter ended 30.09.15	2nd quarter ended 30.09.14		1st half year ended 30.09.15	1st half year ended 30.09.14	
	S\$'000	S\$'000		S\$'000	S\$'000	
Loss for the period, net of tax	(369)	(396)	(7)	(701)	(723)	(3)
Other comprehensive income(taken directly to equity)						
Exchange (loss) / gain on foreign currency translation	(1)	-	NM	(1)	-	NM
Total comprehensive loss for the period	(370)	(396)	(7)	(702)	(723)	(3)

Notes to Income Statements

The following items were (charged)/credited to the income statement:

	Group		+ / (-)	Group		+ / (-)
	2nd quarter ended 30.09.15	2nd quarter ended 30.09.14		1st half year ended 30.09.15	1st half year ended 30.09.14	
	S\$'000	S\$'000		S\$'000	S\$'000	
Depreciation of property, plant and equipment	(2)	(2)	(6)	(5)	(5)	(2)
Exchange gain / (loss)	-	-	NM	-	-	NM

NM : Not meaningful.

1(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.

STATEMENT OF FINANCIAL POSITION

	Group		Company	
	Unaudited	Audited	Unaudited	Audited
	30 Sep 2015	31 Mar 2015	30 Sep 2015	31 Mar 2015
	S\$'000	S\$'000	S\$'000	S\$'000
Non current assets				
Property, plant and equipment	28	33	28	33
Agricultural assets	-	-	-	-
Goodwill on consolidation	-	-	-	-
Subsidiaries	-	-	-	-
Associated company	-	-	-	-
Other assets	-	-	-	-
	<u>28</u>	<u>33</u>	<u>28</u>	<u>33</u>
Current assets				
Other receivables	52	52	52	52
Prepayments	22	17	22	16
Amount owing by subsidiaries	-	-	33	-
Amount owing by related parties	8	8	8	8
Cash and bank balances	92	79	71	44
	<u>174</u>	<u>156</u>	<u>186</u>	<u>120</u>
Current liabilities				
Trade payables	-	-	-	-
Other payables	5,225	4,509	5,138	4,422
Provision for warranty and defects	-	-	-	-
Provision for litigation claims	-	-	-	-
Amounts owing to related parties	36	36	36	36
	<u>5,261</u>	<u>4,545</u>	<u>5,174</u>	<u>4,458</u>
Net current liabilities	(5,087)	(4,389)	(4,988)	(4,338)
Non current liabilities				
Hire purchase creditors	-	(3)	-	(3)
Net liabilities	<u>(5,059)</u>	<u>(4,359)</u>	<u>(4,960)</u>	<u>(4,308)</u>
Equity attributable to equity holders of the parent				
Share capital	36,827	36,825	36,827	36,825
Accumulated losses	(41,790)	(41,089)	(41,787)	(41,133)
Other reserves	(96)	(95)	-	-
	<u>(5,059)</u>	<u>(4,359)</u>	<u>(4,960)</u>	<u>(4,308)</u>
Non-controlling interest	-	-	-	-
Total equity	<u>(5,059)</u>	<u>(4,359)</u>	<u>(4,960)</u>	<u>(4,308)</u>

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

Amount repayable in one year or less, or on demand

As At 30 Sep 2015	
Secured	Unsecured
S\$'000	S\$'000
-	-

As At 31 Mar 2015	
Secured	Unsecured
S\$'000	S\$'000
3	-

Amount repayable after one year

As At 30 Sep 2015	
Secured	Unsecured
S\$'000	S\$'000
-	-

As At 31 Mar 2015	
Secured	Unsecured
S\$'000	S\$'000
-	-

Details of any collateral

The secured borrowings are in relation to assets acquired under hire purchase financing.

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.

Statement of Cash Flows

	Group		Group	
	2nd quarter ended 30.09.15	2nd quarter ended 30.09.14	1st half year ended 30.09.15	1st half year ended 30.09.14
	S\$'000	S\$'000	S\$'000	S\$'000
Cash flows from operating activities				
Loss before taxation	(369)	(396)	(701)	(723)
Adjustments for:				
Depreciation of property, plant and equipment	2	2	5	5
Interest expense	-	-	-	-
Operating loss before changes in working capital	(367)	(394)	(696)	(718)
Decrease in receivables	-	4	-	3
(Increase) / Decrease in prepayments	(6)	(12)	(5)	1
Increase in payables	138	70	305	170
Increase in amount owing by related parties	-	1	-	1
Cash flows used in operations	(235)	(331)	(396)	(543)
Interest paid	-	-	-	-
Net cash flows used in operating activities	(235)	(331)	(396)	(543)
Cash flows from investing activities				
Purchase of property, plant and equipment	-	-	-	-
Net cash flows generated from / (used in) investing activities	-	-	-	-
Cash flows from financing activities				
Payment made to hire purchase creditors	-	(1)	(3)	(3)
Loan from a director	242	246	411	483
Proceeds from Issuance of shares for warrants conversion	-	-	2	-
Net cash flows generated from financing activities	242	245	410	480
Net (decrease) / increase in cash and cash equivalents	7	(86)	14	(63)
Cash and cash equivalents at beginning of the period	86	207	79	184
Effect of exchange differences on opening balances	(1)	-	(1)	-
Cash and cash equivalents at end of the period	92	121	92	121

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

**STATEMENT OF CHANGES IN EQUITY
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2015**

Changes in equity Group (S\$'000)	Attributable to equity holders of the Company					Non - Controlling Interest	Total Equity
	Share Capital	Capital Reserve	Translation Reserve	Accum. Losses	Total		
As at 1 Jul 2015	36,827	-	(95)	(41,421)	(4,689)	-	(4,689)
Total comprehensive income / (loss) for the period	-	-	(1)	(369)	(370)	-	(370)
As at 30 Sep 2015	36,827	-	(96)	(41,790)	(5,059)	-	(5,059)

Changes in equity Group (S\$'000)	Attributable to equity holders of the Company					Non- Controlling Interest	Total Equity
	Share Capital	Capital Reserve	Translation Reserve	Accum. Losses	Total		
As at 1 Jul 2014	36,825	-	(95)	(39,454)	(2,724)	-	(2,724)
Total comprehensive income / (loss) for the period	-	-	-	(396)	(396)	-	(396)
As at 30 Sep 2014	36,825	-	(95)	(39,850)	(3,120)	-	(3,120)

Changes in equity Company (S\$'000)	Attributable to equity holders of the Company			
	Share Capital	Capital Reserve	Accum. Losses	Total
As at 1 Jul 2015	36,827	-	(41,439)	(4,612)
Total comprehensive loss for the period	-	-	(348)	(348)
As at 30 Sep 2015	36,827	-	(41,787)	(4,960)
As at 1 Jul 2014	36,825	-	(39,507)	(2,682)
Total comprehensive income for the period	-	-	(373)	(373)
As at 30 Sep 2014	36,825	-	(39,880)	(3,055)

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 or 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.

Shares granted to directors and staff under the Employee Share Award

	3 months ended 30 Sep 2015	3 months ended 30 Sep 2014
Balance at beginning of the year/period	-	-
Shares granted during the year/period	-	-
Shares issued during the year/period	-	-
Balance at end of the year/period	-	-

Warrants

	3 mths ended 30 Sep 2015	3 mths ended 30 Sep 2014
Balance at beginning of the year/period	-	115,443,017
Converted during the period	-	-
Warrants expired	-	-
Warrants cancelled during the period	-	-
Balance at end of the year/period	-	115,443,017

Number of ordinary shares

	3 months ended 30 Sep 2015	3 months ended 30 Sep 2014
Balance at beginning of the year/period	3,681,593,668	3,681,524,743
Share consolidation exercise	(3,607,961,810)	-
Shares issued to pay directors/officers	-	-
Balance at end of the year/period	73,631,858	3,681,524,743

There are no treasury shares in issue.

1d(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 number of issued shares as at 30 September 2015 was 73,631,858 (30 September 2014: 3,681,524,743).

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

Not applicable.

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

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

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

Not applicable.

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

The financial statements have been prepared in compliance with the same accounting policies and method of computation adopted in the audited financial statements of the last financial year.

5. If there are any changes in the accounting policies and methods of computation, including any required by any 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 financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends:

	2nd quarter ended 30.09.15	2nd quarter ended 30.09.14	1st half year ended 30.09.15	1st half year ended 30.09.14
	Cents	Cents	Cents	Cents
Loss per ordinary share(cent)				
Basic	(0.50)	(0.54)	(0.95)	(0.98)
Diluted	(0.50)	(0.54)	(0.95)	(0.98)
Weighted average number of shares				
Basic	73,631,858	73,630,495	73,631,654	73,630,495
Diluted	73,631,858	73,630,495	73,631,654	73,630,495

Note: The earnings per ordinary shares for the corresponding periods were adjusted retrospectively as a result of the share consolidation exercise on 4 September 2015.

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	
	As at 30 Sep 2015	As at 31 Mar 2015	As at 30 Sep 2015	As at 31 Mar 2015
Net asset value per ordinary share (cents)	(6.87)	(0.12)	(6.74)	(0.12)

Net asset value per ordinary share for the Group and Company is computed based on 73,631,858 ordinary shares as at 30 September 2015 (3,681,524,743 ordinary shares as of 30 March 2015) in issue.

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.

STATEMENT OF COMPREHENSIVE INCOME
2Q FY 2016

The Group registered a loss of S\$369,000 for Q2 FY2015 as compared to S\$322,000 for Q2 FY2014. It is due to an increase in professional fees.

STATEMENT OF FINANCIAL POSITION AND STATEMENT OF CASH FLOWS

The Group's net current liabilities increased from S\$4.389 million as at 31 March 2015 to S\$5.087 million as at 30 September 2015 and thus an increase in the Group's negative shareholders' equity from S\$4.359 million as at 31 March 2015 to S\$5.059 million as at 30 September 2015. The increase is mainly due to the advances from directors to fund the operation expenses. This negative shareholders' equity is currently funded by the Company's controlling shareholder.

There is a decrease of cash and cash equivalents from S\$121,000 as at 30 September 2014 to S\$92,000 as at 30 September 2015.

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.

On 30 June 2015, the Company announced the proposed acquisition of 60% of the issued and paid-up shares in HTwo Education Holdings Pte. Ltd. The Company will announce any material developments in connection with the proposed acquisition.

The Company's controlling shareholder will continue to provide financial support to the Group for the next 12 months.

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) Tax on dividend

Whether the dividend is before tax, net of tax or tax exempt? Not applicable

- (d) Date payable

Not applicable

- (e) Books closure date

Not applicable

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

No dividend has been declared/recommendeded.

13. Interested Person Transactions

The aggregate value of interested person transactions is as follows:-

Name of Interested Person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transaction conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
	2Q ended 30 September 2015 S\$'000 Nil	2Q ended 30 September 2015 S\$'000 Nil

The Group has not obtained a general mandate from shareholders for IPTs.

14. Confirmation pursuant to Rule 705(5) of the SGX Listing Manual

We, ONG PUAY KOON and ONG CHOON LUI, being two directors of Lereno Bio-Chem Ltd ("the Company"), do hereby confirm on behalf of the directors of the Company that, to the best of their knowledge, nothing has come to the attention of the board of directors of the Company which may render the second quarter ended 30 September 2015 unaudited financial results to be false or misleading.

15. Confirmation that the issuer has procured undertakings from all its directors and executive officers under Rule 720(1)

The Company hereby confirms that it has procured undertakings from all the directors and executive officers under Rule 720(1).

On behalf of the Board of Directors
LERENO BIO-CHEM LTD

ONG PUAY KOON
Managing Director and Chief Executive Officer
27 October 2015

ONG CHOON LUI
Executive Director

Review by Catalyst Sponsor

This announcement has been reviewed by the Company's Sponsor, RHT Capital Pte. Ltd., for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("SGX-ST"). The Company's Sponsor has not independently verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement including the correctness of any of the statements or opinions made or reports contained in this announcement.

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