

Annual General Meeting

22nd October 2016

Presentation





Revenue

- Steel products trading & sale of general hardwares

Other Income, gains & losses

- Rental income;
- Interest & dividend income;
- Gains/(losses) from disposal of available for sale financial assets;
- Miscellaneous eg scrap sales & etc.

China over expansion in steel production

- China increased steel production in the last 10 years;
- Fierce competition as demand slow -> oversupply;
- Causing troubles for global steel mills – Europe, India & etc.



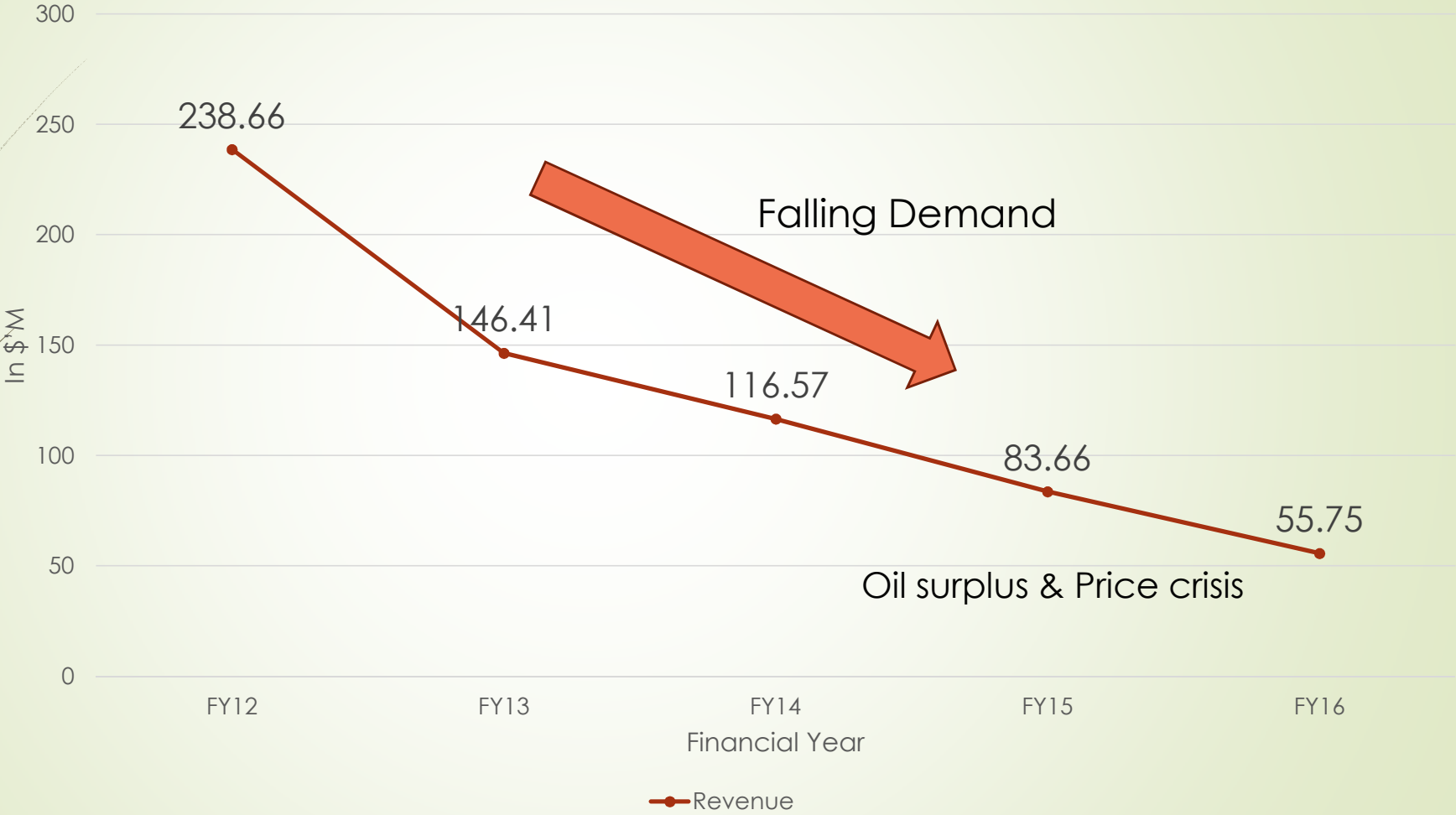


Global structural changes in oil & gas sector

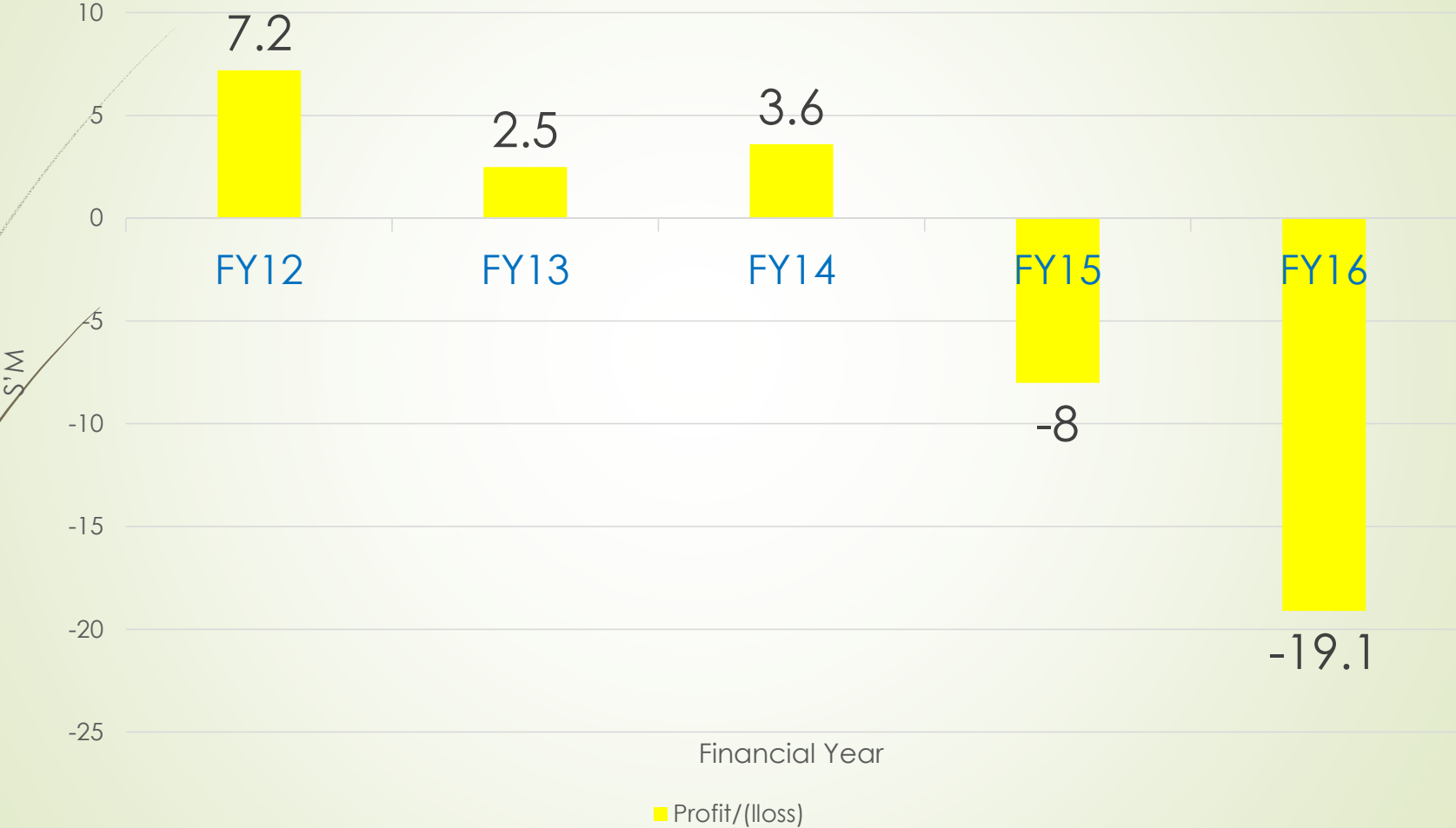
- ❖ Overproduction of oil
- ❖ Alternative energy sources
- ❖ Plunging oil prices

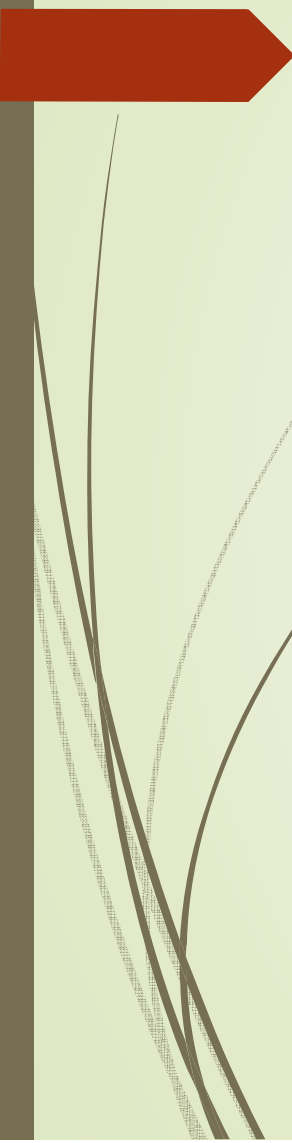
1. Delay in \$400B worldwide energy projects (source : Wood Mackenzie Ltd)
2. Singapore shipyards bearing brunt of the delay

Revenue For Last 5 Financial Years



Profit/(loss)





	FY16	FY15
Revenue	\$55.75M	\$83.66M
Loss after tax	(\$19.1M)	(\$7.95M)
Loss/share (cent/share)	(15.48)	(6.45)
NAV (cent/share)	134.51	150.80
Shares in Issued	123.3M	123.3M

Main causes of losses in FY2016

- ❖ Provision for write-down in inventory - \$10.6M (FY15: \$3.3M)
- ❖ Provision for doubtful debts - \$5.05M (FY15: \$1.9M)
- ❖ Impairment of AFS financial assets & FX losses - \$1.4M (FY15: \$0.4M)





Strong Balance Sheet

- ✓ High Cash Holding, Low gearing – net cash position;
- ✓ Current ratio : 12.5 X;
- ✓ Ready to convert financial assets;



The End