

FULL YEAR FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR YEAR ENDED 30 SEPTEMBER 2015

These figures have not been audited

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

Statement of comprehensive income for the period ended 30 September 2015

	Group		%
	30 September 2015 \$'000	30 September 2014 \$'000	
Revenue	164,042	141,452	16.0%
Cost of Sales	(126,757)	(118,816)	6.7%
<b>Gross Profit</b>	<b>37,285</b>	<b>22,636</b>	<b>64.7%</b>
Distribution Costs	(2,953)	(2,642)	11.8%
Administrative Costs	(13,478)	(10,731)	25.6%
Other Operating Costs	(5,228)	(2,261)	131.2%
<b>Profit from operating activities</b>	<b>15,626</b>	<b>7,002</b>	<b>123.2%</b>
Interest income	315	327	-3.6%
Finance Cost	(138)	(53)	160.4%
Other income	180	1,259	-85.7%
<b>Profit before taxation</b>	<b>15,983</b>	<b>8,535</b>	<b>87.3%</b>
Taxation	(3,108)	(1,385)	124.4%
<b>Profit for the period</b>	<b>12,875</b>	<b>7,150</b>	<b>80.1%</b>
<b>Attributable to:</b>			
Equity holders of the Company	12,940	7,049	
Non-controlling interests	(65)	101	
	<b>12,875</b>	<b>7,150</b>	
<b>Profit for the period</b>	<b>12,875</b>	<b>7,150</b>	
<b>Other comprehensive income:</b>			
Foreign currency translation	(5,075)	(172)	
Surplus on revaluation of leasehold buildings	-	345	
Fair value adjustment	-	(311)	
<b>Other comprehensive income for the period, net of tax</b>	<b>(5,075)</b>	<b>(138)</b>	
<b>Total comprehensive income for the period</b>	<b>7,800</b>	<b>7,012</b>	
<b>Attributable to:</b>			
Equity holders of the Company	7,778	6,902	
Non-controlling interests	22	110	
	<b>7,800</b>	<b>7,012</b>	

Note: The comparative figures have been reclassified to conform to the current year's presentation.

1(a) (ii) The following items (with appropriate breakdowns and explanations), if significant, must either be included in the income statement or in the notes to the income statement for the current financial period reported on the corresponding period of the immediately preceding financial year.

Profit is arrived at after (charging)/crediting:

	Group		%
	30 September 2015 \$`000	30 September 2014 \$`000	
Depreciation of property, plant and equipment	(4,417)	(4,276)	3%
Interest expense	(138)	(53)	160%
Foreign exchange gain	191	152	26%
Interest income from bank deposits	131	143	-8%
Interest income from bond investments	184	184	0%
(Loss)/gain on disposal of property, plant and equipment	(198)	185	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 as at:

	Group		Company	
	30 September 2015 \$'000	30 September 2014 \$'000	30 September 2015 \$'000	30 September 2014 \$'000
<b>Non-Current Assets</b>				
Property, plant and equipment	33,445	29,392	8,980	9,916
Investments	8	8	8	8
Interest in subsidiaries	-	-	15,226	15,396
Bond investments	6,171	6,124	6,171	6,124
Deferred tax assets	-	218	-	-
	39,624	35,742	30,385	31,444
<b>Current Assets</b>				
Inventories	40,386	32,454	6,983	6,423
Trade debtors	39,407	33,183	24,435	15,810
Other debtors, deposits and prepayments	3,072	2,320	396	455
Amount due from subsidiaries	-	-	24,450	19,329
Derivatives	-	121	-	121
Tax recoverable	164	244	-	-
Cash and cash equivalents	38,432	35,541	25,957	21,692
	121,461	103,863	82,221	63,830
<b>Current Liabilities</b>				
Trade creditors	11,505	5,946	5,281	12,196
Other creditors and accruals	13,072	9,125	9,722	6,424
Provision for warranty	818	903	-	-
Term loans	1,000	76	1,000	-
Derivatives	2,111	-	2,111	-
Obligations under hire purchase contracts	537	348	208	145
Provision for taxation	2,664	896	1,755	432
	31,707	17,294	20,077	19,197
<b>Net Current Assets</b>	89,754	86,569	62,144	44,633
<b>Non-Current Liabilities</b>				
Term loans	3,417	-	3,417	-
Obligations under hire purchase contracts	449	407	254	203
Deferred tax liabilities	731	1,304	81	394
	4,597	1,711	3,752	597
	124,781	120,600	88,777	75,480
<b>Equity attributable to equity holders of the Company</b>				
Share capital	56,758	56,758	56,758	56,758
Retained earnings	74,289	64,968	31,477	18,180
Fair value adjustment reserve	2	2	2	2
Capital reserve	104	104	-	-
Asset revaluation reserve	345	345	345	345
Share option reserve	195	195	195	195
Foreign currency translation reserve	(7,782)	(2,620)	-	-
	123,911	119,752	88,777	75,480
<b>Non-controlling interests</b>	870	848	-	-
<b>Total Equity</b>	124,781	120,600	88,777	75,480

**1(b) (ii) Aggregate amount of Group's borrowings and debt securities.**

Amount repayable in one year or less or in demand

30 September 2015 \$'000 Secured	30 September 2015 \$'000 Unsecured	30 September 2014 \$'000 Secured	30 September 2014 \$'000 Unsecured
537	1,000	348	76

Amount repayable after one year

30 September 2015 \$'000 Secured	30 September 2015 \$'000 Unsecured	30 September 2014 \$'000 Secured	30 September 2014 \$'000 Unsecured
449	3,417	407	-

Details of any collateral

As at 30 September 2015, the Group's secured borrowings comprised outstanding finance lease balances.

**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.**

Consolidated Statement of Cash Flows for the period ended 30 September 2015

	<b>Group</b>	
	<b>30 September 2015</b>	<b>30 September 2014</b>
	<b>\$'000</b>	<b>\$'000</b>
<b>Cash flows from operating activities</b>		
Profit before tax	15,983	8,535
<b>Adjustments for:</b>		
Depreciation of property, plant and equipment	4,417	4,276
Loss/(gain) on disposal of property, plant and equipment	198	(185)
Property, plant and equipment written off	-	105
Realisation of fair value reserve	-	(343)
Fair value loss/(gain) on derivative	2,232	(357)
Interest expense	138	53
Interest income from bank deposits	(131)	(143)
Interest income from bond investments	(184)	(184)
Foreign currency translation adjustment	(3,811)	(250)
<b>Operating profit before working capital changes</b>	<b>18,842</b>	<b>11,507</b>
(Increase)/decrease in inventories	(7,932)	12,614
(Increase)/decrease in debtors	(6,976)	7,672
Increase/(decrease) in creditors	9,421	(6,366)
<b>Cash generated from operations</b>	<b>13,355</b>	<b>25,427</b>
Income tax paid	(1,614)	(1,212)
Interest received	131	143
Interest paid	(138)	(53)
<b>Net cash generated from operating activities</b>	<b>11,734</b>	<b>24,305</b>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(11,046)	(9,728)
Proceeds from disposal of property, plant and equipment	671	747
Proceeds from disposal of investments	-	636
Interest income from bond investments	184	184
<b>Net cash used in investing activities</b>	<b>(10,191)</b>	<b>(8,161)</b>
<b>Cash flows from financing activities</b>		
Repayment of finance lease obligations	(476)	(348)
Proceeds from term loan drawdown	5,000	-
Repayment of term loan	(659)	(226)
Dividends paid	(3,619)	(3,619)
<b>Net cash flows generated from/(used in) financing activities</b>	<b>246</b>	<b>(4,193)</b>
<b>Net increase in cash and cash equivalents</b>	<b>1,789</b>	<b>11,951</b>
<b>Cash and cash equivalents at 1 October</b>	<b>35,541</b>	<b>23,351</b>
<b>Effect of exchange rate changes on cash and cash equivalents</b>	<b>1,102</b>	<b>239</b>
<b>Cash and cash equivalents at 30 September</b>	<b>38,432</b>	<b>35,541</b>

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 period ended 30 September 2015

	-----Attributable to equity holders of the Company----->							Total equity attributable to equity holders of company \$'000	Non controlling interest \$'000	Total equity \$'000
	Share capital \$'000	Retained earnings \$'000	Capital reserve \$'000	Foreign currency translation reserve \$'000	Fair value adjustment reserve \$'000	Asset revaluation reserve \$'000	Share option reserve \$'000			
<b>Group</b>										
Balance at 1 October 2014	56,758	64,968	104	(2,620)	2	345	195	119,752	848	120,600
Total comprehensive income for the year	-	12,940	-	(5,162)	-	-	-	7,778	22	7,800
Dividends on ordinary shares, net of tax	-	(3,619)	-	-	-	-	-	(3,619)	-	(3,619)
Balance at 30 September 2015	<u>56,758</u>	<u>74,289</u>	<u>104</u>	<u>(7,782)</u>	<u>2</u>	<u>345</u>	<u>195</u>	<u>123,911</u>	<u>870</u>	<u>124,781</u>

	Share capital \$'000	Retained earnings \$'000	Fair value adjustment reserve \$'000	Asset revaluation reserve \$'000	Share option reserve \$'000	Total equity \$'000
	<b>Company</b>					
Balance at 1 October 2014	56,758	18,180	2	345	195	75,480
Total comprehensive income for the year	-	16,916	-	-	-	16,916
Dividends on ordinary shares, net of tax	-	(3,619)	-	-	-	(3,619)
Balance at 30 September 2015	<u>56,758</u>	<u>31,477</u>	<u>2</u>	<u>345</u>	<u>195</u>	<u>88,777</u>

<-----Attributable to equity holders of the Company----->

	Share capital \$'000	Retained earnings \$'000	Capital reserve \$'000	Foreign currency translation reserve \$'000	Fair value adjustment reserve \$'000	Asset revaluation reserve \$'000	Share option reserve \$'000	Total equity attributable to equity holders of company \$'000	Non controlling interest \$'000	Total equity \$'000
<b>Group</b>										
Balance at 1 October 2013	56,758	61,538	104	(2,439)	313	-	195	116,469	738	117,207
Total comprehensive income for the period	-	7,049	-	(181)	(311)	345	-	6,902	110	7,012
Dividends on ordinary shares, net of tax	-	(3,619)	-	-	-	-	-	(3,619)	-	(3,619)
Balance at 30 September 2014	56,758	64,968	104	(2,620)	2	345	195	119,752	848	120,600

	Share Capital \$'000	Retained Earnings \$'000	Fair value adjustment reserve \$'000	Asset revaluation reserve \$'000	Share option reserve \$'000	Total equity \$'000
<b>Company</b>						
Balance at 1 October 2013	56,758	19,170	313	-	195	76,436
Total comprehensive income for the period	-	2,629	(311)	345	-	2,663
Dividends on ordinary shares, net of tax	-	(3,619)	-	-	-	(3,619)
Balance at 30 September 2014	56,758	18,180	2	345	195	75,480

**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 of 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 end of the corresponding period of the immediately preceding financial year.**

A) Changes in share capital during the financial period

There was no change in share capital during the financial period.

B) Share options

On 22 February 2010, the Company granted 8,200,000 share options at exercise price of \$0.258 under the Nam Lee Employee Share Option Scheme ("The Scheme").

Movement in share options during the financial period

The following table illustrates the number (No.) and weighted average exercise prices (WAEP) of, and movements in, share options during the period.

	30 September 2015		30 September 2014	
	No	WAEP(\$)	No	WAEP(\$)
Opening balance	2,650,000	0.258	2,650,000	0.258
- Exercised during the period	-	-	-	-
- Forfeited during the period	-	-	-	-
Ending balance	<u>2,650,000</u>	<u>0.258</u>	<u>2,650,000</u>	<u>0.258</u>
Exercisable at end of period	<u>2,650,000</u>	<u>0.258</u>	<u>2,650,000</u>	<u>0.258</u>

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

	Group	
	Latest Period 30 September 2015	Previous Period 30 September 2014
Number of ordinary shares	<u>241,259,082</u>	<u>241,259,082</u>

**1 (d) (iv) A statement showing all sales, transfer, disposal, cancellation and/or use of treasury shares as at the end of the current financial 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 auditors.

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

Not applicable.

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

The Group has applied the same accounting policies and methods of computation in the financial statements for the current reporting period compared with those of the audited financial statements for the financial year ended 30 September 2014, except as disclosed in note 5 below.

**5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.**

The Group has adopted all the applicable new/revised Financial Reporting Standards (FRS) that became effective for accounting periods beginning 01 October 2014. The adoption of these new/revised FRS does not have any material impact to the Group financial statements.

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

Earnings per ordinary share for the period:-	Group	
	Latest Period 30 September 2015	Previous Period 30 September 2014
(i) Based on weighted average number of ordinary shares in issue	5.364 cents	2.922 cents
(ii) On a fully diluted basis	5.357 cents	2.917 cents

**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.**

Net asset backing per ordinary share based on existing issued share capital as at the end of the period reported on	Group		Company	
	Latest Period 30 September 2015	Previous Period 30 September 2014	Latest Period 30 September 2015	Previous Period 30 September 2014
	51.4 cents	49.6 cents	36.8 cents	31.3 cents

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

**INCOME STATEMENT**

Group turnover increased by S\$22.5 million or 16.0% from S\$141.5 million for the financial year ended 30 September 2014 (FY2014) to S\$164.0 million for the financial year ended 30 September 2015 (FY2015). The increase was mainly attributable to increased revenue from the aluminium segment in FY2015.

Gross profit increased from S\$22.6 million in FY2014 to S\$37.3 million in FY2015. Gross profit margin improved from 16.0% in FY2014 to 22.7% in FY2015, mainly due to a change in product mix with higher margin.

Distribution costs increased from S\$2.6 million in FY2014 to S\$3.0 million in FY2015 which was in line with the increased sales volume. Administrative costs increased from S\$10.7 million in FY2014 to S\$13.5 million in FY2015 mainly due to higher accrued salaries and bonuses. Other operating costs increased from S\$2.3 million in FY2014 to S\$5.2 million in FY2015, mainly due to fair value loss in derivative in FY2015. Other income decreased from S\$1.3 million in FY2014 to S\$0.2 million in FY2015 mainly due to fair value adjustments and lesser fixed assets disposal in FY2015.

The Group's effective tax rate was 16.2% for FY2014 as compared to 19.5% for FY2015. The lower effective tax rate for FY2014 was mainly due to the utilisation of tax incentive for a Malaysian subsidiary.

In view of the above circumstances, the Group's profit after tax increased by S\$5.7 million or 80.1% from S\$7.2 million in FY2014 to S\$12.9 million in FY2015.

**BALANCE SHEET**

As at 30 September 2015, property, plant and equipment amounted to S\$33.4 million as compared to S\$29.4 million as at 30 September 2014. The increase was mainly due to the acquisition of a new factory building by a Malaysian subsidiary.

Inventories increased from S\$32.5 million as at 30 September 2014 to S\$40.4 million as at 30 September 2015, which was in line with the increased sales.

Trade debtors increased from S\$33.2 million as at 30 September 2014 to S\$39.4 million as at 30 September 2015. The increase was mainly due to higher sales in the three months ended 30 September 2015 as compared to the three months ended 30 September 2014.

Trade creditors, other creditors and accruals increased from S\$15.1 million as at 30 September 2014 to S\$24.6 million as at 30 September 2015, which is in line with the increased inventories and increased accrued salaries and bonuses in the current financial year.

Derivatives amount of S\$0.1 million as at 30 September 2014 in current assets as compared to S\$2.1 million in current liabilities as at 30 September 2015 is due to fair value adjustments.

Term loan increased from S\$0.1 million as at 30 September 2014 to S\$4.4 million as at 30 September 2015 due to new term loan drawdown for capital expenditure and operational purpose.

Cash and cash equivalents increased from S\$35.5 million as at 30 September 2014 to S\$38.4 million as at 30 September 2015, mainly due to collection of trade debts, following the completion of some construction projects.

Deficits of foreign currency translation reserve increased from S\$2.6 million as at 30 September 2014 to S\$7.8 million as at 30 September 2015, mainly due to weakening of the Malaysian Ringgit against Singapore Dollar.

**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.**

Notwithstanding the continued uncertainty in the global and regional economic outlook, the Group expects the aluminium industry business to continue to contribute positively to the performance of the Group.

The slow down in the local property market as a result of cooling measures and market concern over interest rate hikes, coupled with strong market competition and tight labor market, continue to add challenges to the operating environment of the Group's building products business.

Barring unforeseen circumstances, the Group expects to remain profitable for the next 12 months.

**11. Dividend**

(a) Current financial period reported on

Any dividend declared for the current financial period reported on? Yes

Name of Dividend	Final	Special
Dividend Type	Cash	Cash
Dividend Amount per Share	1 cent	1.5 cent

(b) Previous corresponding period of the immediately preceding financial year

Any dividend declared for the previous financial period reported on? Yes

Name of Dividend	Final	Special
Dividend Type	Cash	Cash
Dividend Amount per Share	1 cent	0.5 cent

(c) Date payable

To be advised

(d) Books closure date

To be advised

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

Not applicable

**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**

The Group does not have a general mandate from shareholders for interested person transactions. There were no interested person transactions during the financial period under review.

14. Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.

Business segments -

	Aluminium		Mild Steel		Stainless Steel		Others		Adjustments		Consolidated	
	2015 \$'000	2014 \$'000	2015 \$'000	2014 \$'000	2015 \$'000	2014 \$'000	2015 \$'000	2014 \$'000	2015 \$'000	2014 \$'000	2015 \$'000	2014 \$'000
<b>Segment revenue:</b>												
Sales to external customers	141,071	111,039	22,757	29,936	214	400	-	77	-	-	164,042	141,452
Result:												
Depreciation	(3,863)	(3,661)	(487)	(531)	(67)	(84)	-	-	-	-	(4,417)	(4,276)
Segment results	15,340	4,376	73	2,416	5	190	208	20 (A)	357	1,533	15,983	8,535

Balance sheet

Additions to non-current assets	11,423	9,382	226	339	104	212	-	-	-	-	11,753	9,933
Segment assets	136,154	105,541	19,479	26,584	4,821	6,375	631	887 (B)	-	218	161,085	139,605
Segment liabilities	22,730	11,579	3,808	3,325	464	408	504	662 (C)	8,798	3,031	36,304	19,005

Other segment information:

	2015 \$'000	2014 \$'000
<b>(A)Unallocated (expenses)/income</b>		
Interest income	315	327
Interest expense	(138)	(53)
Other income	180	1,259
	<u>357</u>	<u>1,533</u>

**(B)Unallocated assets**

Deferred tax assets	-	218
---------------------	---	-----

**(C)Unallocated liabilities**

	2015 \$'000	2014 \$'000
Deferred tax liabilities	731	1,304
Provision for taxation	2,664	896
Term loans	4,417	76
Obligations under hire purchase contracts	986	755
	<u>8,798</u>	<u>3,031</u>

## Geographical segments -

	Singapore		Malaysia		Indonesia		China		Hong Kong		Consolidated	
	2015 \$'000	2014 \$'000										
Segment revenue:												
Sales to external customers	159,864	138,171	4,178	3,281	-	-	-	-	-	-	164,042	141,452
Other segment information:												
Non-current assets	10,552	11,919	22,789	17,369	-	-	103	103	1	1	33,445	29,392

**15. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographic segments.**

Refer to Section 8 above.

**16. A breakdown of sales.**

Group	30 September 2015 \$'000	30 September 2014 \$'000	+ / (-) %
(a) Sales reported for first half year	71,180	78,855	-10%
(b) Operating profit after tax reported for first half year	5,132	3,186	61%
(a) Sales reported for second half year	92,862	62,597	48%
(b) Operating profit after tax reported for second half year	7,743	3,964	95%

**17. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year.**

	Latest Full Year \$'000	Previous Full Year \$'000
Total Annual Dividend	6,031	3,619

**18. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(13) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.**

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Joanna Yong Li Yuen	45	Daughter of Yong Koon Chin, an executive director and substantial shareholder	Commercial Manager - 2009 managing commercial contracts and cost management of projects of the Company.	Nil
Eric Yong Han Keong	42	Son of Yong Kin Sen, an executive director and substantial shareholder	Project Engineer - 2007 managing standard building products of the Company.	Nil
Adrian Yong Han Lim	41	Son of Yong Poon Miew, an executive director and substantial shareholder	Business Development/Project Management Executive - 2010 managing sales and marketing for building products of the Company.	Nil

By Order of the Board

Yong Kin Sen  
Managing Director  
27 November 2015