



**TT International Limited**  
**Unaudited Financial Statements for the Year Ended 31 March 2014**

**PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF FULL YEAR RESULTS**

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

	Note	Group		
		Year Ended		+ / (-) %
		31/3/2014 S\$'000	31/3/2013 S\$'000	
<b>Revenue</b>	1(a)(1)	317,469	355,339	(10.7)
Other operating income	1(a)(2)	6,178	3,903	58.3
		<u>323,647</u>	<u>359,242</u>	(9.9)
Changes in inventories of finished goods	1(a)(1)	4,591	(444)	nm
Purchase of goods	1(a)(1)	(251,458)	(280,345)	(10.3)
Staff costs		(28,360)	(30,965)	(8.4)
Depreciation		(5,696)	(5,373)	6.0
Other operating expenses	1(a)(3)	(40,607)	(41,166)	(1.4)
<b>Profit from operations</b>		<u>2,117</u>	<u>949</u>	123.1
Finance income	1(a)(4)	277	618	(55.2)
Finance expense	1(a)(5)	(4,209)	(4,435)	(5.1)
<b>Net finance expense</b>		<u>(3,932)</u>	<u>(3,817)</u>	3.0
<b>Loss before income tax</b>		(1,815)	(2,868)	(36.7)
Income tax expense		(463)	(903)	(48.7)
<b>Loss for the year</b>		<u>(2,278)</u>	<u>(3,771)</u>	(39.6)
<b>Attributable to:</b>				
Owners of the Company		(2,449)	(4,074)	(39.9)
Non-controlling interests		171	303	(43.6)
<b>Loss for the year</b>		<u>(2,278)</u>	<u>(3,771)</u>	(39.6)
<i>For information:</i>				
Loss before income tax		(1,815)	(2,868)	
Add Back Unrealised exchanged losses		6,096	1,558	
Profit(Loss) before income tax EXCLUDING Unrealised exchange losses		<u>4,281</u>	<u>(1,310)</u>	

nm - denotes 'not meaningful'

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

	Group		
	Year Ended		+ / (-) %
	31/3/2014 S\$'000	31/3/2013 S\$'000	
<b>Loss for the year</b>	(2,278)	(3,771)	(39.6)
<b>Other comprehensive income</b>			
Items that are or may be reclassified subsequently to profit or loss :-			
Net change in fair value of available-for-sale investments reclassified to profit or loss	-	(90)	nm
Translation differences relating to financial statements of foreign subsidiaries	(2,345)	(2,064)	13.6
Items that will not be reclassified to profit or loss :-			
Net surplus on revaluation of property, plant and equipment after net of S\$18,975,000 deferred taxation	94,684	6,681	1,317.2
Other comprehensive income for the period, net of income tax	92,339	4,527	1,939.7
<b>Total comprehensive income for the period, net of tax</b>	<u>90,061</u>	<u>756</u>	11,812.8
<b>Total comprehensive income attributable to:</b>			
Owners of the Company	90,307	176	51,210.8
Non-controlling interests	(246)	580	nm
<b>Total comprehensive income for the period</b>	<u>90,061</u>	<u>756</u>	11,812.8

nm - denotes 'not meaningful'



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1(a)(iii). 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 and the corresponding period of the immediately preceding financial year.

**Notes to the Income Statement**

**Note 1(a)(1)**

Gross profit:

	<b>Group</b>	
	<b>Year Ended</b>	
	<b>31/3/2014</b>	<b>31/3/2013</b>
	<b>S\$'000</b>	<b>S\$'000</b>
Revenue	317,469	355,339
Changes in inventories of finished goods	4,591	(444)
Purchase of goods	(251,458)	(280,345)
Gross profit	<u>70,602</u>	<u>74,550</u>
Gross profit margin	22.2%	21.0%

**Note 1(a)(2)**

Other operating income include:

	<b>Group</b>	
	<b>Year Ended</b>	
	<b>31/3/2014</b>	<b>31/3/2013</b>
	<b>S\$'000</b>	<b>S\$'000</b>
Events and other activities	1,184	40
Gain in fair value of investment properties	192	807
Recovery of previously recognised revaluation loss of property, plant and equipment	1,161	-
Gain on disposal of available-for-sale investments	-	82
Miscellaneous income	3,641	2,974
	<u>6,178</u>	<u>3,903</u>

**Note 1(a)(3)**

Other operating expenses include:

	<b>Group</b>	
	<b>Year Ended</b>	
	<b>31/3/2014</b>	<b>31/3/2013</b>
	<b>S\$'000</b>	<b>S\$'000</b>
Net realised and unrealised exchange losses	5,814	1,883
Allowance for doubtful receivables provided	340	186
Allowance for inventory obsolescence provided	234	39
Amortisation of trademark	58	58
Inventories written off/(written back)	232	(243)
(Gain)/Loss on disposal of property, plant and equipment	(24)	97

Increase in exchange loss is mainly due to the depreciation of the foreign currency (where the Group's subsidiary operates) relative to USD and its effect on unrealised translation loss on the exchange difference in the revaluation of subsidiary's USD loans.

**Note 1(a)(4)**

Finance income include interest income from:

	<b>Group</b>	
	<b>Year Ended</b>	
	<b>31/3/2014</b>	<b>31/3/2013</b>
	<b>S\$'000</b>	<b>S\$'000</b>
Bank deposits	271	169
Others	6	449
	<u>277</u>	<u>618</u>

**Note 1(a)(5)**

Finance expense include interest expense on:

	<b>Group</b>	
	<b>Year Ended</b>	
	<b>31/3/2014</b>	<b>31/3/2013</b>
	<b>S\$'000</b>	<b>S\$'000</b>
Bank term loans, bills payable & trust receipts	4,138	4,305
Finance lease liabilities	70	61
Others	1	69
	<u>4,209</u>	<u>4,435</u>



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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.

	Note	Group		Company	
		31/3/2014 S\$'000	31/3/2013 S\$'000	31/3/2014 S\$'000	31/3/2013 S\$'000
<b>Non-current assets</b>					
Property, plant and equipment	1(b)(1)	340,947	133,207	337	334
Investment properties	1(b)(2)	9,538	9,310	-	-
Subsidiaries		-	-	22,952	22,952
Intangible assets:	1(b)(3)				
Goodwill on consolidation		5,290	4,983	-	-
Trademarks and rights		9,567	9,625	-	-
Deferred tax assets		2,080	2,300	-	-
Unsecured loan to a subsidiary		-	-	89,900	89,900
		367,422	159,425	113,189	113,186
<b>Current assets</b>					
Inventories	1(b)(4)	50,609	46,018	-	-
Trade and other receivables	1(b)(5)	63,926	59,211	88,184	91,620
Cash and cash equivalents	1(c)(1)	20,522	104,077	87	59
		135,057	209,306	88,271	91,679
<b>Total assets</b>		<b>502,479</b>	<b>368,731</b>	<b>201,460</b>	<b>204,865</b>
<b>Equity</b>					
Share capital		140,563	140,563	140,563	140,563
Reserves		(158,183)	(248,490)	(266,191)	(267,705)
<b>Equity attributable to owners of the Company</b>		<b>(17,620)</b>	<b>(107,927)</b>	<b>(125,628)</b>	<b>(127,142)</b>
Non-controlling interests		3,325	3,565	-	-
<b>Total equity</b>		<b>(14,295)</b>	<b>(104,362)</b>	<b>(125,628)</b>	<b>(127,142)</b>
<b>Non-current liabilities</b>					
Financial liabilities		184,304	185,357	112,739	113,013
Redeemable Convertible Bonds		139,634	139,377	139,634	139,377
	1(b)(7)	323,938	324,734	252,373	252,390
Deferred tax liabilities		19,138	178	-	-
		343,076	324,912	252,373	252,390
<b>Current liabilities</b>					
Trade and other payables	1(b)(6)	139,305	123,162	74,697	78,941
Financial liabilities	1(b)(7)	33,099	22,627	18	26
Provisions	1(b)(8)	1,008	1,922	-	650
Current tax payable		286	470	-	-
		173,698	148,181	74,715	79,617
<b>Total liabilities</b>		<b>516,774</b>	<b>473,093</b>	<b>327,088</b>	<b>332,007</b>
<b>Total equity and liabilities</b>		<b>502,479</b>	<b>368,731</b>	<b>201,460</b>	<b>204,865</b>



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

	<b>Group</b>			
	<b>31/3/2014</b>		<b>31/3/2013</b>	
	<b>Secured</b>	<b>Unsecured</b>	<b>Secured</b>	<b>Unsecured</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>
Financial liabilities payable in one year or less, or on demand	22,552	10,547	19,255	3,372
Financial liabilities repayable after one year	2,465	181,839	2,710	182,647
Redeemable Convertible Bonds	-	139,634	-	139,377

**Details of any collateral**

Secured financial liabilities comprise:

- (i) Bank loans of S\$14.4 million are secured against the trade receivables and inventories of the subsidiaries; and other bank borrowings of S\$4.5 million are secured by legal mortgages on subsidiaries' leasehold and freehold properties.
- (ii) Hire purchase of S\$975,000 is secured by a charge over motor vehicles.

Under the terms of the Scheme, the total amount due to Scheme Creditors is to be secured by a fixed and floating charge over all assets of the Company, subject to any prior rights of other creditors. The substantial shareholders of the Company had also provided personal guarantees for the unsecured borrowings amounting to S\$40.5 million.

**Scheme Creditors**

Following the sanction of the Scheme of Arrangement by the Court of Appeal on 13 October 2010 (the "Scheme"), except for those payables deemed essential for the Company's ordinary course of business, the Company's debts owing to certain creditors (the "Scheme Creditors") have been restructured under the Scheme.

On 25 October 2011, the Non-sustainable Debts (as determined on 18 October 2011) were converted into Redeemable Convertible Bonds ("RCB") of an aggregate principal amount of S\$139,377,000, on terms as set out under the Scheme, and were issued by the Company in registered form to the Scheme Creditors on a pari passu basis.

Following the resolution of a disputed debt with one Scheme Creditor, and pursuant to the reset requirement under the terms of the Scheme, new RCB amounting to a face value of S\$139,634,000 were issued on 3 April 2013 to the Scheme Creditors (reflecting an increase of S\$257,000) in exchange for those issued on 25 October 2011, on the same terms.

The scheme debts owing to the Scheme Creditors have been presented at the face value of their carrying amounts for the purpose of these financial statements, without discounting the amounts to their estimated present value or recording them at fair values, and also without classifying the equity component of the RCBs as part of equity. The Company has engaged Stone Forest Corporate Advisory Pte Ltd to provide independent valuation advisory services on the fair value of the scheme liabilities in relation to the requirements of the Singapore Financial Reporting Standards ("FRS"), in particular FRS32, 39 and 113. The Company will make fair value adjustments (where necessary) upon receipt of the independent valuation on the fair value of the Scheme liabilities.



## **Notes to the Balance Sheet**

### **Note 1(b)(1) Property, plant & equipment**

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses except for completed land and buildings and leasehold land and building under construction, which are stated at their revalued amounts. Leasehold land and building under construction include the development of an 8 storey retail and warehousing complex under the Warehouse Retail Scheme ("WRS") in Jurong East, Singapore ("Big Box") which was transferred from the Company to a subsidiary during the previous financial year.

Increase in property, plant and equipment was mainly attributable to the additional capital expenditure on the construction of Big Box and subsequent revaluation of the property (see Item 4).

### **Note 1(b)(2) Investment properties**

Investment properties are measured at fair value, with any change recognised in the income statement. Investment properties comprise a number of industrial properties that are leased to external parties for a period ranging from 2 to 3 years. Subsequent renewals of the operating leases are negotiated with the lessees.

### **Note 1(b)(3) Intangible assets**

Goodwill and trademarks relate to the retail and distribution business segment of the Group in respect of the consumer electronics, private label business and furniture and furnishing business.

### **Note 1(b)(4) Inventories**

Increase in inventories was due to higher inventory level in one of the subsidiaries.

### **Note 1(b)(5) Trade and other receivables**

Trade and other receivables include:

Trade receivables  
 Deposits, prepayments and other receivables  
 Deferred financing costs  
 Amounts due from subsidiaries

<b>Group</b>		<b>Company</b>	
<b>31/3/2014</b>	<b>31/3/2013</b>	<b>31/3/2014</b>	<b>31/3/2013</b>
S\$'000	S\$'000	S\$'000	S\$'000
23,118	28,109	87	74
33,389	31,102	310	289
7,419	-	-	-
-	-	87,787	91,257
<b>63,926</b>	<b>59,211</b>	<b>88,184</b>	<b>91,620</b>

Decrease in trade receivable was mainly due to reduced sales in the last quarter. Shorter credit terms given to customers leading to improved sales collections has also contributed to the decrease.

Other receivables increase due to increased GST receivables in line with the increase in construction cost relating to Big Box Project.

The Group obtained a Term Loan Facility of S\$125,000,000 granted jointly by The Great Eastern Life Assurance Company Limited and The Overseas Assurance Corporation Limited on 24 April 2013 for the construction of the Big Box. In connection with this facility, the Group has incurred facility related transaction costs that is deferred up to the drawdown of the facility ("Deferred financing costs").

### **Note 1(b)(6) Trade and other payables**

Trade and other payables include:

Trade payables  
 Accrued operating expenses  
 Deposits from customers  
 Advance payments by customers  
 Other payables  
 Amount due to a director  
 Amounts due to subsidiaries  
 - Trade  
 - Non-trade

<b>Group</b>		<b>Company</b>	
<b>31/3/2014</b>	<b>31/3/2013</b>	<b>31/3/2014</b>	<b>31/3/2013</b>
S\$'000	S\$'000	S\$'000	S\$'000
24,432	25,587	-	-
93,821	78,247	67,219	71,954
5,416	4,340	-	-
300	199	-	-
14,348	14,789	1,040	1,662
988	-	-	-
-	-	1,252	998
-	-	5,186	4,327
<b>139,305</b>	<b>123,162</b>	<b>74,697</b>	<b>78,941</b>

Accrued operating expenses increase mainly due to increase in accrual of Big Box construction costs.



**Note 1(b)(7) Financial liabilities**

Non-current

Amounts due to Scheme Creditors :

- Sustainable debts
- Redeemable Convertible Bonds (Note a)
- Others (Note b)

Secured bank loans

Unsecured bank loans

Unsecured loans from non-controlling shareholders  
of a subsidiary (Note c)

Finance lease liabilities

Current

Secured bank overdrafts

Secured bank loans

Secured term loan (non-bank)

Unsecured bank loans

Bills payable and trust receipts (Note d)

Finance lease liabilities

Group		Company	
31/3/2014	31/3/2013	31/3/2014	31/3/2013
S\$'000	S\$'000	S\$'000	S\$'000
81,391	81,391	81,391	81,391
139,634	139,377	139,634	139,377
9,284	9,541	31,339	31,596
230,309	230,309	252,364	252,364
1,766	2,123	-	-
864	1,415	-	-
90,300	90,300	-	-
699	587	9	26
323,938	324,734	252,373	252,390
2,590	3,787	-	-
14,976	15,242	-	-
4,710	-	-	-
576	592	-	-
9,971	2,780	-	-
276	226	18	26
33,099	22,627	18	26

Note:

- a. Please refer to 1(b)(ii) for further explanation.
- b. These relate mainly to disputed balances at Group level. At Company level, this amount includes amount due to subsidiaries of S\$22,055,000 (31/03/13: S\$22,055,000)
- c. These relate to loans extended to a subsidiary of the Company (to develop the Big Box) by Prima BB Limited and Ultraco Investment Pte Ltd, being the non-controlling shareholders of that subsidiary. The loans are unsecured and interest free.
- d. Increase in trade facilities was attributable to the increase in purchase of goods for the Group's operation in Australia.

**Note 1(b)(8) Provisions**

Provisions for:

Warranties

Restructuring expenses

Group		Company	
31/3/2014	31/3/2013	31/3/2014	31/3/2013
S\$'000	S\$'000	S\$'000	S\$'000
1,008	1,272	-	-
-	650	-	650
1,008	1,922	-	650



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- 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.**

	<b>Group</b>	
	<b>Year Ended</b>	
	<b>31/3/2014</b>	<b>31/3/2013</b>
	<b>S\$'000</b>	<b>S\$'000</b>
<b>Cash flows from operating activities</b>		
Loss for the year	(2,278)	(3,771)
Adjustments for:		
Recovery of previously recognised revaluation loss of property, plant and equipment	(1,161)	-
Changes in fair value of investment properties	(192)	(807)
Allowance for doubtful receivables provided	340	186
Allowance for inventory obsolescence provided	234	39
Depreciation and amortisation	5,754	5,431
Exchange loss, unrealised	6,096	1,556
Gain on disposal of available-for-sale investments	-	(82)
Disposal of subsidiaries, loss	-	322
Inventories written off/(written back)	232	(243)
Finance expense	4,209	4,435
Finance income	(277)	(618)
Income tax expense	463	903
(Gain)/Loss on disposal of property, plant and equipment	(24)	97
Operating cash flow before working capital changes	13,396	7,448
Changes in working capital:		
Inventories	(9,449)	(640)
Trade and other receivables	(7,212)	3,078
Trade and other payables	16,278	5,956
Bills payable and trust receipts	7,191	295
Deposits and advance payments from customers	1,177	(2,037)
Provisions	(914)	(144)
Cash generated from operations	20,467	13,956
Income tax paid	(911)	(1,658)
Interest paid on bills payable and trust receipts	(83)	(89)
Interest income received	277	618
<b>Net cash generated from operating activities</b>	<b>19,750</b>	<b>12,827</b>
<b>Cash flows from investing activities</b>		
Proceeds from disposal of property, plant and equipment	88	475
Proceeds from disposal of available-for-sale investments	-	232
Disposal of subsidiaries	-	(52)
Property, plant and equipment (including Leasehold Building under construction)	(99,787)	(8,560)
<b>Net cash used in investing activities</b>	<b>(99,699)</b>	<b>(7,905)</b>
<b>Cash flows from financing activities</b>		
Dividend payments to non-controlling interests of subsidiaries	(92)	(104)
Interest paid on borrowings	(2,842)	(6,147)
Payment for obligations under finance leases	(395)	(259)
Proceeds from obligations under finance leases	603	-
Proceeds from shareholders' loans of subsidiary	-	90,300
Proceeds from subscription of preference shares of subsidiary	-	1,700
Proceeds from subscription of ordinary shares of subsidiary	98	-
Proceeds from interest-bearing borrowing	5,000	-
Payment of borrowing related costs	(2,780)	-
Repayment of interest-bearing borrowings	(1,197)	(1,263)
<b>Net cash generated (used in)/from financing activities</b>	<b>(1,605)</b>	<b>84,227</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(81,554)</b>	<b>89,149</b>
<b>Effect of foreign exchange rate changes on balances held in foreign currencies</b>	<b>(804)</b>	<b>(309)</b>
<b>Cash and cash equivalents at beginning of the period</b>	<b>100,290</b>	<b>11,450</b>
<b>Cash and cash equivalents at end of the period</b>	<b>17,932</b>	<b>100,290</b>
<b>Note 1(c)(1) Cash and cash equivalents (net) include:</b>		
Cash at bank and in hand	17,484	104,040
Fixed deposits with financial institutions	3,038	37
Cash and cash equivalents	20,522	104,077
Bank overdrafts	(2,590)	(3,787)
	17,932	100,290

Cash and cash equivalents decreased to S\$17.9 million (as at 31 March 2014) from S\$100.3 million (as at 31 March 2013) mainly due to the addition of S\$96.7 million for the construction of Big Box and repayment of interest on borrowings.



- 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

<u>Group</u> (S\$'000)	<u>Share capital</u>	<u>Capital reserves</u>	<u>Fair value and revaluation reserves</u>	<u>Foreign currency translation reserves</u>	<u>Accumulated losses</u>	<u>Total attributable to Owners of the Company</u>	<u>Non-controlling interests</u>	<u>Total equity</u>
At 1 April 2013	140,563	54	32,768	(27,348)	(253,964)	(107,927)	3,565	(104,362)
<b>Total comprehensive income for the year</b>	-	-	94,684	(1,928)	(2,449)	90,307	(246)	90,061
<b>Transaction with Owners, recorded directly in equity</b>								
<b>Distribution to Owners</b>								
Dividend payment to non-controlling interest of subsidiary	-	-	-	-	-	-	(92)	(92)
<b>Change in ownership interest in a subsidiary</b>								
Change in non-controlling interest in a subsidiary	-	-	-	-	-	-	98	98
At 31 March 2014	140,563	54	127,452	(29,276)	(256,413)	(17,620)	3,325	(14,295)
At 1 April 2012	140,563	54	26,177	(25,007)	(249,890)	(108,103)	1,389	(106,714)
<b>Total comprehensive income for the year</b>	-	-	6,591	(2,341)	(4,074)	176	580	756
<b>Transaction with Owners, recorded directly in equity</b>								
<b>Distribution to Owners</b>								
Dividend payment to non-controlling interest of subsidiary	-	-	-	-	-	-	(104)	(104)
<b>Change in ownership interest in a subsidiary</b>								
Change in non-controlling interest in a subsidiary	-	-	-	-	-	-	1,700	1,700
At 31 March 2013	140,563	54	32,768	(27,348)	(253,964)	(107,927)	3,565	(104,362)





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<u>Company</u>	<u>Share capital</u>	<u>Capital reserves</u>	<u>Accumulated losses</u>	<u>Total equity</u>
(S\$'000s)				
At 1 April 2013	140,563	54	(267,759)	(127,142)
<b>Total comprehensive income for the year</b>	-	-	1,514	1,514
At 31 March 2014	140,563	54	(266,245)	(125,628)
At 1 April 2012	140,563	54	(268,069)	(127,452)
<b>Total comprehensive income for the year</b>	-	-	310	310
At 31 March 2013	140,563	54	(267,759)	(127,142)

**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 well as the number of shares held as 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**

There has been no change in the Company's share capital since the end of the previous year reported on.

**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.**

<b>Company</b>	
<b>No. of Shares</b>	
<b>31/3/2014</b>	<b>31/3/2013</b>
Issued ordinary shares	
816,541,501	816,541,501

**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 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 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 as that of the audited financial statements for the year ended 31 March 2013, except for a change in accounting policy in respect of the Group's leasehold land and building under construction. The Group has elected to account for leasehold land and building under construction using the revaluation model which is aligned to the Group's current accounting policy for completed held for use properties. Any revaluation gain or losses net of tax is recognised in other comprehensive income and equity. Accordingly, as at 31 March 2014, the group has recognised net revaluation gain of \$92.6 million.



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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.

Please refer to Item 4

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.

Earning per ordinary share for the year calculated based on profit attributable to Owners of the Company:

Group	
Year Ended	
31/3/2014	31/3/2013
Cents	Cents
(0.30)	(0.50)
(0.30)	(0.50)

- (i) Based on the weighted average number of ordinary shares on issue  
(ii) On a fully diluted basis

Diluted earnings per share is the same as basic earnings per share because the Company's outstanding RCBs do not have a dilutive effect at the the reporting date.

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

Net asset value per ordinary share

Group		Company	
31/3/2014	31/3/2013	31/3/2014	31/3/2013
Cents	Cents	Cents	Cents
(2.16)	(13.22)	(15.39)	(15.57)

The net asset value per ordinary share was calculated based on 816,541,501 ordinary shares 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.

The group recorded revenue of S\$317.5 million, gross profit of S\$70.6 million and profit from operations of S\$2.1 million in FY2014, as compared to FY2013, which recorded revenue, gross profit and profit from operations amounting to S\$355.3 million, S\$74.6 million and S\$0.9 million respectively.

Lower gross profit (a decrease of S\$ 4.0 million) was in line with the lower revenue as compared to FY2013 while gross profit margin increased by 1.2% to 22.2% in FY2014 as compared to 21.0% in FY2013. Lower revenue and gross profit were mainly due to lower sales and exchange impact arising from the weakening of domestic currencies in the countries where the Group operates in.

Other operating income increase by S\$2.3m to S\$6.2m in FY2014, as compared to S\$3.9m in FY2013. This is due to increased income in events and other activities and gain in fair value of overseas investment properties and capital assets.

Loss after income tax has reduced substantially by S\$1.5 million to S\$2.3 million in FY2014 when compared with loss after tax of S\$3.8 million in FY2013.

The increase in total assets is mainly due to the progress of the development of Big Box and the subsequent revaluation.



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

With the scheme of arrangement prevailing and the uncertainty of economic outlook, the next 12 months will remain challenging.

As at the date of this reporting, the construction of the subsidiary's leasehold land and building under the Warehouse Retail Scheme (Big Box) remains in progress. The Company shall provide updates to the SGX-ST, Scheme Creditors, shareholders and investing public from time to time.

Shareholders and the public are advised to exercise caution before making any decision in respect of their dealings in the Company's shares.

11. **Dividend**

- (a) **Period ended 31 March 2014**

Any dividend declared for the current financial period reported on?

None

- (b) **Period ended 31 March 2013**

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/recommendeded, a statement to that effect.**

No dividend has been declared or recommended for the quarter ended 31 March 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.**

The Group has not obtained any mandate for any interested party transactions.

14. **Negative assurance confirmation by the Board pursuant to Rule 705(5) of the Listing Manual.**

The Board of Directors hereby confirms that, to the best of its knowledge, nothing has come to its attention which may render the unaudited financial statements for the full year ended 31 March 2014 to be false or misleading in any material aspect.



15. **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 financial year.**

The Group has three reportable segments, as described below, which are its strategic business units. These units offer different products or services, and are managed separately. The following summary describes the operations in each of the Group's reportable segments:

- Retail, distribution and trading: The retailing, distribution and trading of consumer electronics, and/or furniture and furnishing products to the public, distributors and dealers.
- Warehousing and logistics services: Provision of warehousing and logistics services.
- Other business: Property investment and management and rental of leasehold buildings; and others.

Information regarding the results of each reportable segment is included below:

**By Business segments**

(S\$'000)

**2014**

**Revenue and expenses**

	<u>Retail, distribution and trading</u>	<u>Warehousing and logistics services</u>	<u>Other business</u>	<u>Inter- segment eliminations</u>	<u>Consolidated total</u>
Total revenue from external customers	314,229	1,962	1,278	-	317,469
Inter-segment revenue	-	1,874	848	(2,722)	-
<b>Total revenue</b>	<b>314,229</b>	<b>3,836</b>	<b>2,126</b>	<b>(2,722)</b>	<b>317,469</b>
Finance income	180	-	97	-	277
Finance expense	(1,556)	-	(2,653)	-	(4,209)
Depreciation	(2,734)	(1,623)	(1,339)	-	(5,696)
Amortisation	(58)	-	-	-	(58)
Reportable segment gain/(loss) before income tax	9,215	(3,534)	(7,496)	-	(1,815)

**Other material non-cash items**

Gain in fair value of investment properties	1,161	-	-	-	1,161
Recovery of previously unrecognised revaluation loss of PPE	192	-	-	-	192

**Assets and liabilities**

Reportable segment assets	143,099	8,108	351,272	-	502,479
Capital expenditure	2,829	1	96,957	-	99,787
Reportable segment liabilities	65,623	563	450,588	-	516,774

**2013**

**Revenue and expenses**

Total revenue from external customers	352,332	1,568	1,439	-	355,339
Inter-segment revenue	-	2,383	1,000	(3,383)	-
<b>Total revenue</b>	<b>352,332</b>	<b>3,951</b>	<b>2,439</b>	<b>(3,383)</b>	<b>355,339</b>
Finance income	618	-	-	-	618
Finance expense	(1,574)	-	(2,861)	-	(4,435)
Depreciation	(2,775)	(1,370)	(1,228)	-	(5,373)
Amortisation	(58)	-	-	-	(58)
Reportable segment loss before income tax	10,848	(836)	(12,880)	-	(2,868)

**Other material non-cash item**

Gain in fair value of investment properties	107	-	700	-	807
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**Assets and liabilities**

Reportable segment assets	146,836	7,750	214,145	-	368,731
Capital expenditure	5,875	4	3,350	-	9,229
Reportable segment liabilities	63,973	575	408,545	-	473,093



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**By Geographical Regions**

	Revenue	Non-current assets
	S\$'000	
<b>2014</b>		
ASEAN	226,223	342,643
East Asia and other countries	70,927	17,587
Africa and Middle East	19,178	7,170
CIS, Russia and Eastern Europe	1,141	22
	<u>317,469</u>	<u>367,422</u>
<b>2013</b>		
ASEAN	248,015	133,008
East Asia and other countries	84,334	18,380
Africa and Middle East	22,239	8,015
CIS, Russia and Eastern Europe	751	22
	<u>355,339</u>	<u>159,425</u>

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

Please refer to preceding Item 8

17. **A breakdown of sales.**

	Group		
	31/3/2014	31/3/2013	+ / (-)
	S\$'000		%
(a) Sales reported for the first half-year	172,246	182,040	(5)
(b) Operating loss after income tax before deducting non-controlling interests reported for the first half-year	(3,696)	(311)	1,088
(c) Sales reported for the second half-year	145,223	173,299	(16)
(c) Operating profit/(loss) after income tax before deducting non-controlling interests reported for the second half-year	1,418	(3,460)	nm

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

None.

19. **Disclosure of persons occupying a managerial position in the issuer or any of its subsidiaries who are relatives of a director or chief executive officer or substantial shareholder of the issuer.**

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 an position held, if any, during the year
Sng Sze Hiang	52	Husband of Julia Tong	Company's Chairman and Chief Executive Officer since 1999	N.A.
		Brother-in-law of Yap Hock Soon		
Tong Jia Pi Julia	54	Wife of Sng Sze Hiang	Company's Executive Director since 1988	N.A.
Yap Hock Soon	58	Brother-in-law of Sng Sze Hiang	Company's Executive Director since 2002	N.A.

**BY ORDER OF THE BOARD**

Sng Sze Hiang  
Chief Executive Officer

Julia Tong Jia Pi  
Executive Director

Date: 30 May 2014