

UNAUDITED THIRD QUARTER FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2016
PART 1 – INFORMATION REQUIRED FOR QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR ANNOUNCEMENTS

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.

	Note	Group					
		Third Quarter Ended			Nine Months Ended		
		30 Sep 16	30 Sep 15	Change	30 Sep 16	30 Sep 15	Change
		S\$'000	S\$'000	%	S\$'000	S\$'000	%
Revenue		76,868	76,007	1.1%	226,223	210,776	7.3%
Cost of sales		(59,210)	(58,216)	1.7%	(174,284)	(158,224)	10.2%
Gross profit		17,658	17,791	-0.7%	51,939	52,552	-1.2%
Other items of income							
Interest income		98	92	6.5%	252	285	-11.6%
Other income	(a)	916	1,053	-13.0%	3,189	3,178	0.3%
Other items of expense							
Depreciation of property, plant and equipment		(610)	(576)	5.9%	(1,805)	(1,694)	6.6%
Employee benefits expense		(13,412)	(13,823)	-3.0%	(40,451)	(39,337)	2.8%
Other expenses		(2,788)	(2,930)	-4.8%	(9,077)	(9,150)	-0.8%
Interest expense		(144)	(139)	3.6%	(476)	(438)	8.7%
Share of results of associates		(850)	(344)	147.1%	(675)	408	n/m
Profit before tax	(b)	868	1,124	-22.8%	2,896	5,804	-50.1%
Income tax expense	(c)	(472)	(698)	-32.4%	(1,542)	(1,707)	-9.7%
Profit net of tax		396	426	-7.0%	1,354	4,097	-67.0%
Other comprehensive income/(loss):							
Items that may be reclassified subsequently to profit or loss:							
Exchange differences on translating foreign operations, net of tax		454	828	-45.2%	(1,361)	863	n/m
Remeasurement gain on defined benefit plan, net of tax		20	-	n/m	20	-	n/m
Other comprehensive income/(loss) for the period, net of tax		474	828	-42.8%	(1,341)	863	n/m
Total comprehensive income		870	1,254	-30.6%	13	4,960	-99.7%
Profit/(loss) net of tax attributable to:							
Equity holders of the Company		614	566	8.5%	2,916	4,420	-34.0%
Non-controlling interests		(218)	(140)	55.7%	(1,562)	(323)	383.6%
Profit net of tax		396	426	-7.0%	1,354	4,097	-67.0%
Total comprehensive income/(loss) attributable to:							
Equity holders of the Company		1,098	1,427	-23.1%	1,567	5,340	-70.7%
Non-controlling interests		(228)	(173)	31.8%	(1,554)	(380)	308.9%
Total comprehensive income		870	1,254	-30.6%	13	4,960	-99.7%

Note :

n/m = not meaningful

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. (Cont'd)

Explanatory notes to consolidated income statement

(a) Other income comprises :-

	Group			
	Third Quarter Ended		Nine Months Ended	
	30 Sep 16	30 Sep 15	30 Sep 16	30 Sep 15
	S\$'000	S\$'000	S\$'000	S\$'000
Corporate fee income	70	50	448	450
Dividend income from available-for-sale financial asset	-	-	62	-
Gain on deemed disposal of interest in an associate	77	-	77	-
Net gain on disposal of property, plant & equipment	11	-	70	35
Rental income	298	411	1,197	1,261
Service income	229	410	939	1,127
Write-back of impairment loss on doubtful trade receivables	-	-	6	-
Miscellaneous income	231	182	390	305
	916	1,053	3,189	3,178

(b) The following items have been included in arriving at profit before tax :-

	Group			
	Third Quarter Ended		Nine Months Ended	
	30 Sep 16	30 Sep 15	30 Sep 16	30 Sep 15
	S\$'000	S\$'000	S\$'000	S\$'000
Amortisation of intangible asset	23	23	68	68
Amortisation of land use right	60	-	182	-
Bad trade debts written off	17	-	182	29
Impairment loss on doubtful trade receivables	-	12	10	101
Net foreign exchange loss	89	325	376	489
Operating lease expenses	952	936	2,878	2,862

(c) Included in income tax expense for the third quarter and nine months ended 30 September 2016 are under-provision of income tax of S\$Nil (3Q 2015: S\$2,000) and S\$36,000 (9M 2015: S\$84,000) respectively relating to prior year.

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	
		As at 30 Sep 16 S\$'000	As at 31 Dec 15 S\$'000	As at 30 Sep 16 S\$'000	As at 31 Dec 15 S\$'000
ASSETS					
Non-current assets					
Land use right		7,042	7,224	7,042	7,224
Property, plant and equipment		23,845	23,952	360	213
Intangible assets		7,534	7,783	-	-
Investments in subsidiaries		-	-	25,715	25,715
Investments in associates		5,546	6,722	3,430	3,430
Other investments		6,173	6,173	6,173	6,173
Trade and other receivables		744	635	-	-
Deferred tax assets		813	576	180	124
		<u>51,697</u>	<u>53,065</u>	<u>42,900</u>	<u>42,879</u>
Current assets					
Inventories		1,926	2,736	-	-
Gross amount due from customers					
for contract work-in-progress	(d)	36,361	19,812	-	-
Trade and other receivables	(e)	74,218	103,149	5,999	3,509
Other assets		1,019	858	17	132
Cash and cash equivalents	(f)	64,252	72,611	9,894	6,007
		<u>177,776</u>	<u>199,166</u>	<u>15,910</u>	<u>9,648</u>
Total assets		<u>229,473</u>	<u>252,231</u>	<u>58,810</u>	<u>52,527</u>
EQUITY AND LIABILITIES					
Equity attributable to equity holders of the Company					
Share capital		27,130	26,331	27,130	26,331
Retained earnings		84,025	87,030	28,242	21,898
Other reserves		(3,396)	(2,084)	2,436	2,376
		<u>107,759</u>	<u>111,277</u>	<u>57,808</u>	<u>50,605</u>
Non-controlling interests		439	2,094	-	-
Total equity		<u>108,198</u>	<u>113,371</u>	<u>57,808</u>	<u>50,605</u>
Non-current liabilities					
Trade and other payables		1,091	758	-	-
Other financial liabilities		7,269	8,322	-	-
Deferred tax liabilities		488	513	-	-
		<u>8,848</u>	<u>9,593</u>	<u>-</u>	<u>-</u>
Current liabilities					
Gross amount due to customers					
for contract work-in-progress	(g)	12,705	4,567	-	-
Trade and other payables	(h)	88,981	109,784	1,002	1,841
Other financial liabilities		4,400	5,063	-	-
Other liabilities		2,609	3,732	-	81
Income tax payable		3,732	6,121	-	-
		<u>112,427</u>	<u>129,267</u>	<u>1,002</u>	<u>1,922</u>
Total liabilities		<u>121,275</u>	<u>138,860</u>	<u>1,002</u>	<u>1,922</u>
Total equity and liabilities		<u>229,473</u>	<u>252,231</u>	<u>58,810</u>	<u>52,527</u>

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. (Cont'd)

Explanatory notes to statements of financial position

(d) **Gross amount due from customers for contract work-in-progress**

Gross amount due from customers for contract work-in-progress comprises of the contract costs incurred and the profits/losses recognised less the progress billings on our fit-out projects and various thematic works across Asia and the Middle East.

(e) **Trade and other receivables**

	Group		Company	
	As at 30 Sep 16 S\$'000	As at 31 Dec 15 S\$'000	As at 30 Sep 16 S\$'000	As at 31 Dec 15 S\$'000
Trade receivables	63,616	94,764	1,679	1,125
Other receivables	10,602	8,385	4,320	2,384
Total	74,218	103,149	5,999	3,509

(f) **Cash and cash equivalents**

	Group		Company	
	As at 30 Sep 16 S\$'000	As at 31 Dec 15 S\$'000	As at 30 Sep 16 S\$'000	As at 31 Dec 15 S\$'000
Cash at banks and in hand	49,147	64,649	1,499	3,145
Short-term deposits	15,105	7,962	8,395	2,862
Total	64,252	72,611	9,894	6,007

(g) **Gross amount due to customers for contract work-in-progress**

Gross amount due to customers for contract work-in-progress comprises of the progress billings less the contract costs incurred and the profits/losses recognised on our fit-out projects and various thematic works across Asia and the Middle East.

(h) **Trade and other payables**

	Group		Company	
	As at 30 Sep 16 S\$'000	As at 31 Dec 15 S\$'000	As at 30 Sep 16 S\$'000	As at 31 Dec 15 S\$'000
Trade payables	77,651	93,100	-	-
Other payables	11,330	16,684	1,002	1,841
Total	88,981	109,784	1,002	1,841

1(b)(ii) In relation to the aggregate amount of the group's borrowings and debt securities, specify the following as at the end of the current financial period reported on with comparative figures as at the end of the immediately preceding financial year.

	Group	
	As at 30 Sep 16	As at 31 Dec 15
	S\$'000	S\$'000
<u>Secured</u>		
- repayable within one year	4,400	5,063
- repayable after one year	7,269	8,322
	<hr/>	<hr/>
	11,669	13,385
	<hr/>	<hr/>
<u>Unsecured</u>		
- repayable within one year	-	-
- repayable after one year	-	-
	<hr/>	<hr/>
	-	-
	<hr/>	<hr/>

Details of any collaterals

Bank loans and trust receipts are secured by way of legal charges on the Group's three factory units in Malaysia, corporate guarantees of the Company and a subsidiary in Malaysia, personal guarantees given by certain directors of the subsidiaries in Malaysia and short-term deposits pledged to the banks.

Finance lease obligations are secured by the rights to the motor vehicles.

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.**

	Group				
	Note	Third Quarter Ended		Nine Months Ended	
		30 Sep 16	30 Sep 15	30 Sep 16	30 Sep 15
	S\$'000	S\$'000	S\$'000	S\$'000	
Cash flows from operating activities					
Profit before tax		868	1,124	2,896	5,804
Adjustments for:					
Amortisation of intangible asset		23	23	68	68
Amortisation of land use right		60	-	182	-
Bad trade debts written off		17	-	182	29
Depreciation of property, plant and equipment		928	580	2,604	2,242
Dividend income from available-for-sale financial asset		-	-	(62)	-
Gain on deemed disposal of interest in an associate		(77)	-	(77)	-
Net impairment loss on doubtful trade receivables		-	12	4	101
Net gain on disposal of property, plant and equipment		(11)	-	(70)	(35)
Interest income		(98)	(92)	(252)	(285)
Interest expense		144	139	476	438
Share of results of associates		850	344	675	(408)
Currency realignment		41	(122)	655	(11)
Operating cash flows before changes in working capital		<u>2,745</u>	<u>2,008</u>	<u>7,281</u>	<u>7,943</u>
(Increase)/decrease in:					
Inventories		986	(20)	810	(1,196)
Gross amount due from customers for contract work-in-progress		(943)	(4,423)	(16,549)	(15,625)
Trade and other receivables		(832)	(11,645)	28,636	6,474
Other assets		(266)	(415)	(103)	(78)
Increase/(decrease) in:					
Gross amount due to customers for contract work-in-progress		2,564	4,746	8,138	5,621
Trade and other payables		(4,854)	8,760	(20,470)	(5,193)
Other liabilities		1,209	3,048	(184)	4,106
Net cash flows from operations		<u>609</u>	<u>2,059</u>	<u>7,559</u>	<u>2,052</u>
Interest received		98	92	252	285
Interest paid		(144)	(139)	(476)	(438)
Income tax paid		(514)	(464)	(4,210)	(2,705)
Net cash flows from/(used in) operating activities		<u>49</u>	<u>1,548</u>	<u>3,125</u>	<u>(806)</u>
Cash flows from investing activities					
Purchase of property, plant and equipment		(459)	(641)	(2,538)	(15,860)
Proceeds from disposal of property, plant and equipment		37	-	97	58
Acquisition of additional interest in associates		-	(360)	-	(434)
Acquisition of non-controlling interest of subsidiaries		-	(1,414)	-	(1,414)
Dividend income from available-for-sale financial asset		-	-	62	-
Dividend income from associates		680	-	680	847
Net cash flows from/(used in) investing activities		<u>258</u>	<u>(2,415)</u>	<u>(1,699)</u>	<u>(16,803)</u>
Cash flows from financing activities					
Dividends paid on ordinary shares		(1,981)	(1,978)	(5,944)	(6,875)
Dividends paid to non-controlling interest of subsidiaries		(12)	(100)	(101)	(100)
Purchase of treasury shares		-	-	(140)	-
Repayment of finance lease obligations		(26)	(6)	(33)	(18)
Proceeds from draw down of loans and borrowings		528	6,084	2,663	15,914
Repayment of loans and borrowings		(1,035)	(2,816)	(4,340)	(7,215)
(Increase)/decrease in deposits pledged to banks for banking facilities		(35)	20	(30)	(174)
Net cash flows (used in)/from financing activities		<u>(2,561)</u>	<u>1,204</u>	<u>(7,925)</u>	<u>1,532</u>
Net (decrease)/increase in cash and cash equivalents		<u>(2,254)</u>	<u>337</u>	<u>(6,499)</u>	<u>(16,077)</u>
Effect of exchange rate changes on cash and cash equivalents		473	1,039	(1,890)	1,280
Cash and cash equivalents at beginning of period		64,080	65,187	70,688	81,360
Cash and cash equivalents at end of period	(i)	<u>62,299</u>	<u>66,563</u>	<u>62,299</u>	<u>66,563</u>

Explanatory note to consolidated cash flow statement

(i) Cash and cash equivalents included in the consolidated cash flow statement comprise the following:-

	Group	
	As at 30 Sep 16	As at 30 Sep 15
	S\$'000	S\$'000
Cash at banks and in hand	49,147	51,994
Short-term deposits	15,105	16,355
	<u>64,252</u>	<u>68,349</u>
Less: Deposits pledged to banks for banking facilities	(1,953)	(1,786)
Cash and cash equivalents	<u>62,299</u>	<u>66,563</u>

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.

Group	Attributable to equity holders of the Company					
	Share capital S\$'000	Retained earnings S\$'000	Other reserves S\$'000	Equity attributable to equity holders of the Company, total S\$'000	Non-controlling interests S\$'000	Equity, total S\$'000
Opening balance at 1 January 2016	26,331	87,030	(2,084)	111,277	2,094	113,371
Profit/(loss) for the period	-	2,302	-	2,302	(1,344)	958
<u>Other comprehensive (loss)/income</u>						
Foreign currency translation	-	-	(1,833)	(1,833)	18	(1,815)
Other comprehensive (loss)/income for the period, net of tax	-	-	(1,833)	(1,833)	18	(1,815)
Total comprehensive income/(loss) for the period	-	2,302	(1,833)	469	(1,326)	(857)
<u>Contributions by and distributions to equity holders</u>						
Purchase of treasury shares	(140)	-	-	(140)	-	(140)
Treasury shares reissued pursuant to performance share scheme	663	-	60	723	-	723
Ordinary shares issued pursuant to performance share scheme	276	-	-	276	-	276
Dividends paid on ordinary shares	-	(3,963)	-	(3,963)	-	(3,963)
Total contributions by and distributions to equity holders	799	(3,963)	60	(3,104)	-	(3,104)
<u>Changes in ownership interests in subsidiaries</u>						
Dividends paid to non-controlling interest of subsidiaries	-	-	-	-	(89)	(89)
Total changes in ownership interests in subsidiaries	-	-	-	-	(89)	(89)
Total transactions with equity holders in their capacity as equity holders	799	(3,963)	60	(3,104)	(89)	(3,193)
<u>Other</u>						
Appropriation from statutory reserve fund	-	4	(4)	-	-	-
Total Other	-	4	(4)	-	-	-
Closing balance at 30 June 2016	27,130	85,373	(3,861)	108,642	679	109,321
Profit/(loss) for the period	-	614	-	614	(218)	396
<u>Other comprehensive income/(loss)</u>						
Foreign currency translation	-	-	465	465	(11)	454
Defined benefit plan remeasurement	-	19	-	19	1	20
Other comprehensive income/(loss) for the period, net of tax	-	19	465	484	(10)	474
Total comprehensive income/(loss) for the period	-	633	465	1,098	(228)	870
<u>Contributions by and distributions to equity holders</u>						
Dividends paid on ordinary shares	-	(1,981)	-	(1,981)	-	(1,981)
Total contributions by and distributions to equity holders	-	(1,981)	-	(1,981)	-	(1,981)
<u>Changes in ownership interests in subsidiaries</u>						
Dividends paid to non-controlling interest of a subsidiary	-	-	-	-	(12)	(12)
Total changes in ownership interests in subsidiaries	-	-	-	-	(12)	(12)
Total transactions with equity holders in their capacity as equity holders	-	(1,981)	-	(1,981)	(12)	(1,993)
Closing balance at 30 September 2016	27,130	84,025	(3,396)	107,759	439	108,198

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. (Cont'd)

Group	Share capital S\$'000	Retained earnings S\$'000	Other reserves S\$'000	Equity attributable to equity holders of the Company, total S\$'000	Non- controlling interests S\$'000	Equity, total S\$'000
Opening balance at 1 January 2015	23,614	74,923	(1,790)	96,747	4,318	101,065
Profit/(loss) for the period	-	3,854	-	3,854	(183)	3,671
<u>Other comprehensive income/(loss)</u>						
Foreign currency translation	-	-	59	59	(24)	35
Other comprehensive income/(loss) for the period, net of tax	-	-	59	59	(24)	35
Total comprehensive income/(loss) for the period	-	3,854	59	3,913	(207)	3,706
<u>Contributions by and distributions to equity holders</u>						
Ordinary shares issued pursuant to performance share scheme	1,435	-	-	1,435	-	1,435
Dividends paid on ordinary shares	-	(4,897)	-	(4,897)	-	(4,897)
Total contributions by and distributions to equity holders	1,435	(4,897)	-	(3,462)	-	(3,462)
Total transactions with equity holders in their capacity as equity holders	1,435	(4,897)	-	(3,462)	-	(3,462)
<u>Other</u>						
Appropriation to statutory reserve fund	-	(19)	19	-	-	-
Total Other	-	(19)	19	-	-	-
Closing balance at 30 June 2015	25,049	73,861	(1,712)	97,198	4,111	101,309
Profit/(loss) for the period	-	566	-	566	(140)	426
<u>Other comprehensive income/(loss)</u>						
Foreign currency translation	-	-	861	861	(33)	828
Other comprehensive income/(loss) for the period, net of tax	-	-	861	861	(33)	828
Total comprehensive income/(loss) for the period	-	566	861	1,427	(173)	1,254
<u>Contributions by and distributions to equity holders</u>						
Ordinary shares issued pursuant to acquisition of non-controlling interest in a subsidiary	1,805	-	-	1,805	-	1,805
Dividends paid on ordinary shares	-	(1,978)	-	(1,978)	-	(1,978)
Total contributions by and distributions to equity holders	1,805	(1,978)	-	(173)	-	(173)
<u>Changes in ownership interests in subsidiaries</u>						
Acquisition of non-controlling interest of subsidiaries without a change in control	-	-	(1,241)	(1,241)	(1,979)	(3,220)
Dividends paid to non-controlling interest of a subsidiary	-	-	-	-	(100)	(100)
Total changes in ownership interests in subsidiaries	-	-	(1,241)	(1,241)	(2,079)	(3,320)
Total transactions with equity holders in their capacity as equity holders	1,805	(1,978)	(1,241)	(1,414)	(2,079)	(3,493)
Closing balance at 30 September 2015	26,854	72,449	(2,092)	97,211	1,859	99,070

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. (Cont'd)**

Company	Attributable to equity holders of the Company			
	Share capital S\$'000	Retained earnings S\$'000	Other reserves S\$'000	Equity, total S\$'000
Opening balance at 1 January 2016	26,331	21,898	2,376	50,605
Profit for the period	-	10,415	-	10,415
Other comprehensive income for the period, net of tax	-	-	-	-
Total comprehensive income for the period	-	10,415	-	10,415
<u>Contributions by and distributions to equity holders</u>				
Purchase of treasury shares	(140)	-	-	(140)
Treasury shares reissued pursuant to performance share scheme	663	-	60	723
Ordinary shares issued pursuant to performance share scheme	276	-	-	276
Dividends paid on ordinary shares	-	(3,963)	-	(3,963)
Total contributions by and distributions to equity holders	799	(3,963)	60	(3,104)
Total transactions with equity holders in their capacity as equity holders	799	(3,963)	60	(3,104)
Closing balance at 30 June 2016	27,130	28,350	2,436	57,916
Profit for the period	-	1,873	-	1,873
Other comprehensive income for the period, net of tax	-	-	-	-
Total comprehensive income for the period	-	1,873	-	1,873
<u>Contributions by and distributions to equity holders</u>				
Dividends paid on ordinary shares	-	(1,981)	-	(1,981)
Total contributions by and distributions to equity holders	-	(1,981)	-	(1,981)
Total transactions with equity holders in their capacity as equity holders	-	(1,981)	-	(1,981)
Closing balance at 30 September 2016	27,130	28,242	2,436	57,808
Opening balance at 1 January 2015	23,614	12,346	1,826	37,786
Profit for the period	-	6,380	-	6,380
Other comprehensive income for the period, net of tax	-	-	-	-
Total comprehensive income for the period	-	6,380	-	6,380
<u>Contributions by and distributions to equity holders</u>				
Ordinary shares issued pursuant to performance share scheme	1,435	-	-	1,435
Dividends paid on ordinary shares	-	(4,897)	-	(4,897)
Total contributions by and distributions to equity holders	1,435	(4,897)	-	(3,462)
Total transactions with equity holders in their capacity as equity holders	1,435	(4,897)	-	(3,462)
Closing balance at 30 June 2015	25,049	13,829	1,826	40,704
Profit for the period	-	3,074	-	3,074
Other comprehensive income for the period, net of tax	-	-	-	-
Total comprehensive income for the period	-	3,074	-	3,074
<u>Contributions by and distributions to equity holders</u>				
Ordinary shares issued pursuant to acquisition of non-controlling interest in a subsidiary	1,805	-	-	1,805
Dividends paid on ordinary shares	-	(1,978)	-	(1,978)
Total contributions by and distributions to equity holders	1,805	(1,978)	-	(173)
Total transactions with equity holders in their capacity as equity holders	1,805	(1,978)	-	(173)
Closing balance at 30 September 2015	26,854	14,925	1,826	43,605

- 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, 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.**

There were no changes in the Company's share capital for the current financial period ended 30 September 2016.

There were no outstanding convertibles issued by the Company as at 30 September 2016 and 30 September 2015.

There were no treasury shares held by the Company against the total number of issued shares excluding treasury shares of 198,140,781 and 197,744,181 as at 30 September 2016 and 30 September 2015 respectively.

- 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.**

	Company	
	As at 30 Sep 16	As at 31 Dec 15
Total number of issued shares excluding treasury shares	198,140,781	196,919,181

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

Not applicable. The Company did not have any treasury shares during and as at the end of the current financial period ended 30 September 2016.

- 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 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.**

Except as disclosed in paragraph 5 below, the accounting policies and methods of computation adopted in the financial statements for the current reporting period are consistent with those disclosed in the audited financial statements for the financial year ended 31 December 2015.

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 and revised Financial Reporting Standards (“FRS”) and Interpretations of Financial Reporting Standards (“INT FRS”) that are mandatory for the accounting periods beginning on or after 1 January 2016. The adoption of these new and revised FRS and INT FRS did not result in any substantial change to the Group’s and the Company’s accounting policies and has no significant impact on the financial statements for the current reporting period.

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.

	Group			
	Third Quarter Ended		Nine Months Ended	
	30 Sep 16	30 Sep 15	30 Sep 16	30 Sep 15
Net profit attributable to shareholders (S\$'000)	614	566	2,916	4,420
Weighted average number of ordinary shares in issue	198,140,781	197,704,398	197,503,224	195,884,376
Basic and diluted earnings per share (S\$ cents)	0.31	0.29	1.48	2.26

The basic and diluted earnings per share are the same as there were no potentially dilutive ordinary shares in issue as at 30 September 2016 and 30 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 16	As at 31 Dec 15	As at 30 Sep 16	As at 31 Dec 15
Net asset value, net of non-controlling interests (S\$'000)	107,759	111,277	57,808	50,605
Number of ordinary shares in issue, excluding treasury shares	198,140,781	196,919,181	198,140,781	196,919,181
Net asset value per ordinary share (S\$ cents)	54.39	56.51	29.18	25.70

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**

Revenue

	Group					
	Third Quarter Ended			Nine Months Ended		
	30 Sep 16	30 Sep 15	+/-	30 Sep 16	30 Sep 15	+/-
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Exhibitions & Thematic	31,458	30,743	2.3%	105,237	99,227	6.1%
Retail & Corporate Interiors	38,580	37,910	1.8%	104,237	94,528	10.3%
Research & Design	3,405	3,190	6.7%	9,386	9,707	-3.3%
Alternative Marketing	3,425	4,164	-17.7%	7,363	7,314	0.7%
	76,868	76,007	1.1%	226,223	210,776	7.3%

For the third quarter ended 30 September 2016 ("3Q 2016"), the Group recorded a revenue of S\$76.9 million, an increase of S\$0.9 million or 1.1% compared to S\$76.0 million for the previous corresponding quarter ended 30 September 2015 ("3Q 2015"). This brought revenue for the nine months ended 30 September 2016 ("9M 2016") to S\$226.2 million, an increase of S\$15.4 million or 7.3% compared to S\$210.8 million for the previous corresponding nine months ended 30 September 2015 ("9M 2015").

The **Exhibitions & Thematic division** performed well in 9M 2016 with a revenue of S\$105.2 million, an increase of S\$6.0 million or 6.1% compared to S\$99.2 million in 9M 2015. In 3Q 2016, the division's revenue was S\$31.4 million, an increase of S\$0.7 million or 2.3% from S\$30.7 million recorded in 3Q 2015. The key contributors to the division's revenue included major events and projects such as Art Stage Singapore 2016, Singapore Airshow 2016, TFWA Asia Pacific Exhibition & Conference 2016, Formula 1 Singapore Grand Prix, KidZania Singapore, Hailan Group Horse Cultural Experience Pavilion, Jakarta Aquarium, King Abdulaziz Center for World Culture and thematic projects in the region.

The **Retail & Corporate Interiors division** achieved a revenue of S\$104.2 million in 9M 2016, an increase of S\$9.7 million or 10.3% from S\$94.5 million in 9M 2015. Revenue was higher at S\$38.6 million in 3Q 2016, an increase of S\$0.7 million or 1.8% from S\$37.9 million in 3Q 2015. The key accounts which contributed to the division's revenue included clients and brand names such as Tiffany & Co., Coach, Fendi, Ralph Lauren, Aldo, Uniqlo, DFS Venture, LS Travel Retail and Shilla Travel Retail.

The **Research & Design division** registered a revenue of S\$9.4 million in 9M 2016, a decrease of S\$0.3 million or 3.3% compared to S\$9.7 million in 9M 2015. Revenue was higher at S\$3.4 million in 3Q 2016, an increase of S\$0.2 million or 6.7% from S\$3.2 million in 3Q 2015. The key accounts which contributed to the division's revenue included clients and brand names such as TAG Heuer, Procter & Gamble Co., Kate Spade and Michael Kors, and thematic projects in the region.

The **Alternative Marketing division** recorded a revenue of S\$7.4 million in 9M 2016, an increase of S\$0.1 million or 0.7% compared to S\$7.3 million in 9M 2015. In 3Q 2016, the division's revenue was S\$3.4 million, a decrease of S\$0.8 million or 17.7% from S\$4.2 million recorded in 3Q 2015. The key contributors to the division's revenue included events and projects from clients such as BMW, Central Provident Fund Board, Health Promotion Board, Jurong Health and StarHub.

(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 (Cont'd)

Gross Profit

	Group					
	Third Quarter Ended			Nine Months Ended		
	30 Sep 16	30 Sep 15	+/-	30 Sep 16	30 Sep 15	+/-
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Revenue	76,868	76,007	1.1%	226,223	210,776	7.3%
Gross profit	17,658	17,791	-0.7%	51,939	52,552	-1.2%
Gross profit margin	23.0%	23.4%		23.0%	24.9%	

Despite the higher revenue recorded, gross profit in 9M 2016 decreased by S\$0.6 million or 1.2% to S\$51.9 million compared to S\$52.5 million in 9M 2015. In 3Q 2016, gross profit was lower at S\$17.7 million, a decrease of S\$0.1 million or 0.7% from S\$17.8 million in 3Q 2015. The lower gross profit was due to lower gross profit margin achieved, affected mainly by lower selling prices in the Retail & Corporate Interiors division.

Other Items of Income

Interest income relates mainly to interest income earned from short-term deposits and bank balances placed with banks.

Other income comprises items as set out in Note 1(a)(a).

Other Items of Expense

	Group					
	Third Quarter Ended			Nine Months Ended		
	30 Sep 16	30 Sep 15	+/-	30 Sep 16	30 Sep 15	+/-
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Depreciation of property, plant and equipment	610	576	5.9%	1,805	1,694	6.6%
Employee benefits expense	13,412	13,823	-3.0%	40,451	39,337	2.8%
Other expenses	2,788	2,930	-4.8%	9,077	9,150	-0.8%
Interest expense	144	139	3.6%	476	438	8.7%
	16,954	17,468	-2.9%	51,809	50,619	2.4%

The higher depreciation charge on property, plant and equipment and interest expense were incurred mainly as a result of the new factory unit in Malaysia acquired in late January 2015 and the corresponding bank loans taken out to finance the acquisition. A full nine months depreciation charge and interest expense was incurred in 9M 2016 whereas the same was incurred from late January 2015 in 9M 2015. The change in employee benefits expense was mainly due to higher cost resulting from increased headcount and average wage, and offset by lower performance linked incentives recorded. Other expenses were relatively unchanged in 9M 2016 and 3Q 2016 compared to 9M 2015 and 3Q 2015 respectively.

Share of Results of Associates

Share of results of associates decreased by S\$1.1 million from a profit of S\$0.4 million in 9M 2015 to a loss of S\$0.7 million in 9M 2016 and by S\$0.5 million from a loss of S\$0.3 million in 3Q 2015 to a loss of S\$0.8 million in 3Q 2016. The decrease was mainly due to loss contribution from certain associates and absence of profit contribution from Kingsmen C.M.T.I. Public Company Limited which ceased to be an associate since December 2015.

- (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 (Cont'd)

Profit Net of Tax Attributable to Equity Holders of the Company

Based on the above, profit net of tax attributable to equity holders of the Company decreased by S\$1.5 million from S\$4.4 million in 9M 2015 to S\$2.9 million in 9M 2016. Profit net of tax attributable to equity holders of the Company increased by S\$0.1 million from S\$0.5 million in 3Q 2015 to S\$0.6 million in 3Q 2016.

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

Equity Attributable to Equity Holders of the Company

Equity attributable to equity holders of the Company decreased by S\$3.5 million from S\$111.3 million as at 31 December 2015 to S\$107.8 million as at 30 September 2016. This was mainly due to movements in share capital of S\$0.8 million and profit net of tax attributable to equity holders of the Company of S\$2.9 million offset by dividend distribution of S\$5.9 million to shareholders of the Company and movements in other reserves of S\$1.3 million.

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

In our announcement on 11 August 2016, we stated that we are mindful of the global economic environment and will monitor the market situation closely. Our 3Q 2016 results are in line with the Group's overall expectation for the year.

- 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 Exhibitions and Thematic division continues to see healthy growth in the exhibition, event, museum and thematic industries across Asia and the Middle East and coupled with the line-up of contracts already secured, expects to continue its momentum.

The Retail and Corporate Interiors division continues to serve its clients in the high-end luxury retail segment even as it intensifies its marketing efforts and expands its market presence in the affordable luxury retail, fast fashion retail, travel retail, corporate interior and food & beverage segments.

Despite the challenging and uncertain market environment, our sound business fundamentals provide us with the foundation to pursue our long term business objectives, and we will continue to invest selectively and build capabilities for the future. As at 31 October 2016, we have secured contracts of S\$338 million, of which S\$317 million is expected to be recognised in FY2016. Barring unforeseen circumstances, we expect FY2016 to be a profitable year, with results lower than that of FY2015, reflecting the current market environment.

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/recommendeded, a statement to that effect.

No dividend has been declared or recommended for the current financial period ended 30 September 2016.

13 If the group has obtained a general mandate from shareholders for interested person transactions, the aggregate value of such transactions as required under Rule 920(1)(a)(ii) of the Listing Manual of the Singapore Exchange Securities Trading Limited. If no interested person transactions mandate has been obtained, a statement to that effect.

No interested person transaction mandate has been obtained from the shareholders of the Company. There were no interested person transactions of S\$100,000 and above entered into by the Group during the current financial period ended 30 September 2016.

14 Confirmation of negative assurance by the Board of Directors pursuant to Rule 705(5) of the Listing Manual of the Singapore Exchange Securities Trading Limited.

We, Soh Siak Poh Benedict and Simon Ong Chin Sim, being two of the Directors of Kingsmen Creatives Ltd. (the "Company"), do hereby confirm on behalf of the Board of Directors of the Company that, to the best of our knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited financial results for the current financial period ended 30 September 2016 to be false or misleading in any material aspect.

On behalf of the Board of Directors

Soh Siak Poh Benedict
Executive Chairman

Simon Ong Chin Sim
Executive Deputy Chairman

8 November 2016

15 Confirmation that the issuer has procured undertakings from its directors and executive officers under Rule 720(1) of the Listing Manual of the Singapore Exchange Securities Trading Limited.

The Company confirms that it has procured undertakings from its directors and executive officers in the format set out in Appendix 7.7 under Rule 720(1) of the Listing Manual of the Singapore Exchange Securities Trading Limited.

BY ORDER OF THE BOARD OF DIRECTORS

Soh Siak Poh Benedict
Executive Chairman

8 November 2016