BLUMONT
博诺有限公司

BLUMONT GROUP LTD.
(Company Registration No.: 199302554G)
(Incorporated in the Republic of Singapore)

ANNOUNCEMENT PURSUANT TO RULE 704(6) OF THE LISTING MANUAL – ADJUSTMENTS AND RECLASSIFICATIONS TO THE PRELIMINARY FULL YEAR RESULTS ANNOUNCED ON 27 FEBRUARY 2015

The board of directors (the "**Board**") of Blumont Group Ltd. (博诺有限公司) (the "**Company**") refers to the announcement by the Company dated 27 February 2015 in relation to the unaudited results for the fourth quarter and full year financial statements and dividend announcement for the financial year ended 31 December 2014 for the Company and its subsidiaries (collectively, the "**Group**") (the "**Preliminary FY2014 Results Announcement**").

Further to the Preliminary FY2014 Results Announcement, the Board wishes to announce that adjustments and reclassifications have been made by the auditors of the Company, Messrs Moore Stephens LLP, to the Consolidated Statement of Comprehensive Profit/(Loss) and Other Comprehensive (Loss)/Income, Consolidated Statement of Financial Position and accompanying Notes to the Financial Statements in the Audited Financial Statements for the financial year ended 31 December 2014.

The adjustments and reclassifications resulted in a decrease of S$26.22 million to the net assets of the Group as at 31 December 2014, and an increase of S$26.94 million to the Group's loss for the year and a decrease of S$1.24 million to the Group's other comprehensive loss for the financial year ended 31 December 2014, each as compared to the respective preliminary results disclosed in the Preliminary FY2014 Results Announcement.

Further details of the adjustments and reclassifications as compared to the preliminary results disclosed in the Preliminary FY2014 Results Announcement are set out in the tables below.

(a) Consolidated Statement of Comprehensive Profit/(Loss) – Loss for the Year

The Group	**Audited Results S$'000**	**Preliminary FY2014 Results S$'000**	**Variance S$'000**	**Explanation**
1. Other losses – net	(6,931)	(6,814)	(117)	Adjustment in relation to currency exchange gain for adjustment for "Share of loss associate" and "Impairment loss on investment in associate".
2. Raw materials and consumables used	(117)	(190)	73	Separate disclosure for "Costs of development properties sold" from "Raw materials and consumable used".
3. Costs of development properties sold	(73)	-	(73)	

The Group	Audited Results S$'000	Preliminary FY2014 Results S$'000	Variance S$'000	Explanation
4. Others	(9,636)	(12,306)	2,670	Reclassification pertains to amortisation of deferred loan charges from "Others" to "Finance cost".
5. Re-measurement loss on acquisition of investment in associate	(21,010)	-	(21,010)	Adjustment in relation to "Re-measurement loss on acquisition of investment in associate" based on its recoverable value.
6. Cumulative gains reclassified from other comprehensive income on impairment losses of financial assets, available-for-sale	-	1,662	(1,662)	Reclassification of "Cumulative gains reclassified from other comprehensive income on impairment losses of financial assets, available-for-sale" to "Impairment loss on financial assets, available-for-sale".
7. Impairment loss on financial assets, available-for-sale	(18,648)	(20,310)	1,662	
8. Impairment loss on investment in associate	(4,351)	-	(4,351)	Adjustment in relation to "Impairment loss on investment in associate" based on its recoverable value.
9. Share of loss of associate	(1,462)	-	(1,462)	Adjustment in relation to "Share of loss associate", which the Group did not disclose in the Preliminary FY2014 Results Announcement as public information pertaining to the associate had not been released when the Preliminary FY2014 Results Announcement was announced.
10. Finance costs	(5,081)	(2,411)	(2,670)	Reclassification pertains to amortisation of deferred loan charges from "Others" to "Finance cost".

(b) Consolidated Statement of Comprehensive (Loss)/Income – Other Comprehensive Loss

The Group	Audited Results S$'000	Preliminary FY2014 Results S$'000	Variance S$'000	Explanation
1. Foreign currency translation loss	(776)	(2,122)	1,346	Adjustment in relation to exchange differences on translation of foreign operation pertaining to investment in associate resulting from adjustment for "Share of loss associate" and "Impairment loss on investment in associate".
2. Share of other comprehensive loss of associate	(103)	-	(103)	Adjustment relating to recognition of "Share of other comprehensive loss of associate", which the Group did not disclose in the Preliminary FY2014 Results Announcement as public information pertaining to the associate had not been released when the Preliminary FY2014 Results Announcement was announced.

(c) Consolidated Statement of Financial Position

The Group	Audited Results S$'000	Preliminary FY2014 Results S$'000	Variance S$'000	Explanation
1. Investment in associate	7,607	33,827	(26,220)	Adjustments relating to: (i) "Re-measurement loss on acquisition of investment in associate" amounting to S$(21.01) million; (ii) "Share of loss associate" amounting to S$(1.46) million, which the Group did not disclose in the Preliminary FY2014 Results Announcement as public information pertaining to the associate had not been released when the Preliminary FY2014 Results Announcement

The Group	Audited Results S$'000	Preliminary FY2014 Results S$'000	Variance S$'000	Explanation
				was announced; (iii) "Share of other comprehensive loss of associate" amounting to S$(0.10) million, which the Group did not disclose in the Preliminary FY2014 Results Announcement as public information pertaining to the associate had not been released when the Preliminary FY2014 Results Announcement was announced; (iv) recognition of share of post-acquisition reserves of associate of $(0.52) million; (v) "Impairment loss on investment" in associate based on its recoverable value amounting to S$(4.35) million; and (vi) currency translation differences of S$1.59 million.
2. Reserves	(4,856)	(5,578)	722	Adjustments relating to: (i) exchange differences on translation of foreign operation pertaining to investment in associate resulting from adjustment for "Share of loss associate" and "Impairment loss on investment in associate" of S$1.34 million; (ii) recognition of "Share of other comprehensive loss of associate" of S$(0.10) million, which the Group did not disclose in the Preliminary FY2014 Results Announcement as public information pertaining to the associate had not been released when the Preliminary FY2014

The Group	Audited Results S$'000	Preliminary FY2014 Results S$'000	Variance S$'000	Explanation
				Results Announcement was announced; and (iii) recognition of share of post-acquisition reserves of associate of $(0.52) million.

(d) Operating segments

The Group	Audited Results S$'000	Preliminary FY2014 Results S$'000	Variance S$'000	Explanation
1. Reportable segment (loss)/profit before income tax (investment holding segment)	(9,339)	(9,989)	650	Reclassification of reportable segment (loss)/profit before tax relating to the respective segment accordingly.
2. Reportable segment (loss)/profit before income tax (sterilisation segment)	(2,472)	2,082	(4,554)	Reclassification of reportable segment (loss)/profit before tax relating to the respective segment accordingly.
3. Reportable segment (loss)/profit before income tax (mineral and energy resources segment)	(53,549)	(30,542)	(23,007)	Adjustments relating to: (i) adjustments as per table "(a) Consolidated Statement of Comprehensive Profit/(Loss) – Loss for the Year"; and (ii) reclassification of reportable segment (loss)/profit before tax relating to the respective segment accordingly.
4. Segment assets (investment holding segment)	12,743	13,001	(258)	Reclassification of assets relating to mineral and energy resources segment from investment holding segment to mineral and energy resources segment.
5. Segment assets (mineral and energy resources segment)	17,703	43,664	(25,961)	Adjustments relating to: (i) adjustment to

The Group	Audited Results S$'000	Preliminary FY2014 Results S$'000	Variance S$'000	Explanation
				"Investment in associate" as per Point 1 of table "(c) Consolidated Statement of Financial Position"; and (ii) reclassification of assets from investment holding segment to mineral and energy resources segment.
6. Segment liabilities (mineral and energy resources segment)	(33,763)	(5,859)	(27,904)	Reclassification of Wintercrest Loan from "Unallocated liabilities – borrowings" to "Segment liabilities (mineral and energy resources segment)"
7. Other material non-cash items (mineral and energy resources segment): - Cumulative gains reclassified from other comprehensive income on Impairment loss on financial assets, available-for-sale - Impairment losses on convertible notes - Impairment loss on financial assets, available-for-sale - Re-measurement on acquisition of investment in associate - Impairment loss on investment in associate	- - (18,648)	1,662 (4,017) (16,293)	(1,662) 4,017 (2,355)	Please refer to adjustments as per table "(a) Consolidated Statement of Comprehensive Profit/(Loss) – Loss for the Year"

The Group	Audited Results S$'000	Preliminary FY2014 Results S$'000	Variance S$'000	Explanation
	(21,010)	-	(21,010)	
	(4,351)	-	(4,351)	

BY ORDER OF THE BOARD
Blumont Group Ltd.

Ng Kim Huatt
Executive Director
13 April 2015