

Company Registration No.: 200312303R

**UNIVERSAL RESOURCE AND SERVICES LIMITED
(Incorporated in Singapore)**

AND ITS SUBSIDIARIES

**DIRECTORS' STATEMENT
AND FINANCIAL STATEMENTS**

FOR THE FINANCIAL YEAR ENDED

31 DECEMBER 2015

UNIVERSAL RESOURCE AND SERVICES LIMITED
(Incorporated in Singapore)

AND ITS SUBSIDIARIES

31 DECEMBER 2015

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UNIVERSAL RESOURCE AND SERVICES LIMITED
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DIRECTORS' STATEMENT

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2015

The board of directors of the Company (the “**Board**”) hereby present its statement to the members together with the audited revised consolidated financial statements of Universal Resource and Services Limited (the “**Company**”) and its subsidiaries (collectively the “**Group**”) for the financial year ended 31 December 2015 and the revised statement of financial position and statement of changes in equity of the Company as at 31 December 2015 (the “**Revised Financial Statements**”).

This new directors’ statement replaces the original directors’ statement dated 1 April 2016 (the “**Original Directors’ Statement**”). This new directors’ statement and the Revised Financial Statements have been prepared in accordance with Companies (Revision of Defective Financial Statements, or Consolidated Financial Statements or Balance-Sheet) Regulations 2018.

The bases of the revisions are explained in Note 1 to the Revised Financial Statements. This new directors’ statement is taken as having been prepared on the date of the Original Directors’ Statement and accordingly, does not consider those events occurring between 2 April 2016 and 31 October 2022.

As the underlying books and accounting records of the subsidiaries in the People’s Republic of China (“**PRC**”), including records in respect of the purported first payment of the proposed acquisition of Hongkong New Wing Energy Development Company Limited, could not be located and the management did not have access to the relevant key finance personnel based in the PRC (the “**Limitations**”), the Revised Financial Statements have been prepared on a best effort basis based on information available to the Company.

In the Original Directors’ Statement accompanying the audited consolidated financial statements of the Group and the statement of financial position of the Company issued on 1 April 2016 (the “**Original Financial Statements**”), the Board, based on then information available, expressed an opinions with regard to the true and fair view of the Original Financial Statements and that at the date of the Original Directors’ Statement, there were reasonable grounds to believe that the Company will be able to pay its debts as and when they fall due. With the issuance of this new directors’ statement, such opinions have been withdrawn and replaced as follows:

Subject to the Limitations, to the best of the knowledge and belief of the directors, in the opinion of the directors,

- (a) the revised consolidated financial statements of the Group and the revised statement of financial position and statement of changes in equity of the Company are drawn up so as to give a true and fair view of the financial position of the Group and of the Company as at 31 December 2015 and the financial performance, cash flows and changes in equity of the Group and the changes in equity of the Company for the financial year then ended as covered by the Original Financial Statements; and
- (b) in view of the revisions made to the Original Financial Statements arising from the Special Audit (as defined in Note 21 to the Revised Financial Statements), based on the information available as at the date of this statement and the assumptions as disclosed in Note 3(b) “Going concern assumption”, as at the date of the Original Directors’ Statement there are uncertainties as to whether the Group and the Company are able to meet their contractual obligations in the next twelve (12) months as and when they fall due, and consequently, there are uncertainties as to their respective abilities to continue as going concerns for the next twelve (12) months. Notwithstanding the above, the directors have assessed and are of the view that it is appropriate that the Revised Financial Statements of the Group and Company be prepared on a going concern basis.

UNIVERSAL RESOURCE AND SERVICES LIMITED
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DIRECTORS' STATEMENT

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2015

1 Directors

There were no change to the Board from 1 April 2016 (being date of Original Directors' Statement) to the date of this new directors' statement.

The directors of the Company in office at the date of this statement are:

Wu Chunlan
David Chin Yew Choong (Appointed on 27 April 2015)
Chow Wai San (Appointed on 27 April 2015)
Liu Aizhong

2 Arrangements to enable directors to acquire shares or debentures

There were no change to the information previously disclosed under this section as compared to the Original Directors' Statement.

Neither at the end of nor at any time during the financial year was the Company a party to any arrangement whose object was to enable the directors of the Company to acquire benefits by means of the acquisition of shares in, or debentures of, the Company or any other body corporate.

According to the Register of Directors' Shareholdings kept by the Company under Section 164 of the Companies Act, Chapter 50, none of the directors who held office at the end of the financial year was interested in shares, debentures or share options of the Company or its related corporations, except as follows:

Name of directors and companies in which interests are held	Direct interest		Deemed Interest	
	At the beginning of the financial year	At the end of the financial year	At the beginning of the financial year	At the end of the financial year
The Company <u>Share options</u> Wu Chunlan	75,000	3,750*	-	-

* During the financial year, the Company undertook a share consolidation exercise, pursuant to which every 20 existing ordinary shares in the capital of the Company was consolidated into one ordinary share (the "Share Consolidation").

There were no changes to the above shareholdings between the end of the financial year and 21 January 2016.

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3 Employee share option scheme

There were no change to the information previously disclosed under this section as compared to the Original Directors' Statement.

At an Extraordinary General Meeting ("EGM") held on 28 January 2008, the shareholders of the Company approved the SKY China Employee Share Option Scheme (now known as Universal Resource and Services Employee Share Option Scheme) (the "ESOS") for the granting of non-transferable options that are settled by physical delivery of the ordinary shares of the Company, to eligible directors and employees.

The ESOS is administered by the Remuneration Committee (the "RC") whose members at the date of this report are:

David Chin Yew Choong (Chairman)
Chow Wai San
Liu Aizhong

Under the ESOS, options granted to the directors and employees may, except in certain special circumstances, be exercised at any time after the first anniversary of the date of the grant of option and before the fifth and tenth anniversary of the date of the grant of option respectively. The ordinary shares of the Company under option may be exercised in full or in part only in respect of 1,000 shares or a multiple thereof, on the payment of the exercise price. The exercise price is based on the average of closing prices ("Market Price") of the shares on the Singapore Exchange Securities Trading Limited (the "SGX-ST") for the three consecutive trading days immediately preceding the date of grant. The RC may at its discretion fix the exercise price at a discount not exceeding 20 percent to the Market Price. No options have been granted at a discount since the establishment of the ESOS.

Share options granted

Details of options granted to directors and employees under the ESOS are as follows:

	Options granted for the financial year ended 31 December 2015	Aggregate options granted since commencement of the ESOS to 31 December 2015	Aggregate options exercised since commencement of the ESOS to 31 December 2015	Aggregate options forfeited since commencement of the ESOS to 31 December 2015	Share consolidation	Aggregate options outstanding as at 31 December 2015
<u>Directors</u>						
Wu Chunlan	-	75,000	-	-	(71,250)	3,750
<u>Others</u>						
Former directors	-	750,000	(450,000)	(200,000)	(95,000)	5,000
Employees	-	2,325,000	(375,000)	(340,000)	(1,529,500)	80,500
	-	3,150,000	(825,000)	(540,000)	(1,695,750)	89,250

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FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2015

3 Employee share option scheme (cont'd)

Share options granted (cont'd)

Following the completion of the Share Consolidation on 18 September 2015, the exercise price for each option was increased by a multiple of 20 from S\$0.165 to S\$3.30, and the number of outstanding options was reduced by a factor of 20 from 1,785,000 to 89,250.

The persons to whom the options have been issued have no right to participate by virtue of the options in any share issue of the Company or any corporation in the Group.

There have been no options granted to the controlling shareholders of the Company or their associates (as defined in the Listing Manual of SGX-ST) during the financial year. No individual participant of the ESOS has been granted 5% or more of the total number of options available under the ESOS.

The total number of new shares which may be issued pursuant to the awards granted under the ESOS, when added to the number of shares issued and issuable in respect of all options granted under the ESOS and Performance Share Plan, shall not exceed 15% of the issued shares of the Company from time to time.

No options to take up unissued shares of the Company or its subsidiaries have been granted during the financial year.

Unissued shares under option

The unissued shares of the Company under option at the end of the financial year are as follows:

Date of grant of options	Balance as at 1 January 2015	Granted during the financial year	Exercised during the financial year	Share Consolidation	Balance as at 31 December 2015	Exercise price per share	Number of option holders at 31 December 2015	Exercise period
29 August 2008	1,785,000	-	-	(1,695,750)	89,250	S\$3.30	29	29 August 2009 to 28 August 2018

There are no unissued shares of subsidiaries under option at the end of the financial year.

Except as disclosed above, no shares have been issued during the financial year by virtue of the exercise of the options to take up unissued shares of the Company or its subsidiaries.

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4 Performance share plan

There were no change to the information previously disclosed under this section as compared to the Original Directors' Statement.

On 28 January 2008, the shareholders of the Company at an EGM approved the SKY China Performance Share Plan (now known as Universal Resource and Services Performance Share Plan) (the "PSP") pursuant to which awards of fully paid-up ordinary shares in the Company can be granted, free of payment, to selected eligible participants, when and after achieving prescribed performance targets and upon expiry of prescribed vesting periods. The awards may be settled by the issue of new shares and/or the delivery of treasury shares and/or payment of the equivalent value in cash to participants in lieu of issuing or delivering shares to the participants or combinations thereof at the sole discretion of the Company.

No awards have been granted under the PSP since its commencement.

The total number of new shares which may be issued pursuant to the awards granted under the PSP, when added to the number of shares issued and issuable in respect of all options granted under the ESOS and PSP, shall not exceed 15% of the issued shares of the Company from time to time.

The PSP is administered by the RC of the Company.

5 Audit committee

There were no change to the information previously disclosed under this section as compared to the Original Directors' Statement.

At the date of this report, the Audit Committee (the "AC") comprises the following members:

Chow Wai San (Chairman)
David Chin Yew Choong
Liu Aizhong

The AC carried out its functions in accordance with Section 201B (5) of the Singapore Companies Act, Chapter 50, including the following:

- (a) reviewed the audit plans of the external auditors and internal auditors and results of the auditors' examination and evaluation of the Group's system of internal accounting controls;
- (b) reviewed the Group's financial and operating results and accounting policies;
- (c) reviewed the consolidated financial statements of the Group and the statement of financial position and statement of changes in equity of the Company and the external auditors' report on those financial statements before their submission to the Board;

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5 Audit committee (cont'd)

- (d) reviewed the quarterly, half-yearly and annual announcements as required under the Listing Manual of SGX-ST;
- (e) assessed the cooperation and assistance given by the management to the Group's internal auditors and external auditors; and
- (f) evaluated the re-appointment of the external auditors.

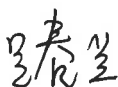
The AC has full access to and has the co-operation of the management and has been given the resources required for it to discharge its function properly. It also has full discretion to invite any director and executive officer to attend its meetings. The external auditors and internal auditors have unrestricted access to the AC.

6 Independent auditors

In the Original Directors' Statement, Foo Kon Tan LLP ("FKT"), the independent auditors for the Original Financial Statements, have expressed their willingness to accept re-appointment. During the Company's annual general meeting held on 29 April 2016, FKT was re-appointed as the independent auditors. On 26 April 2022, FKT resigned as independent auditors.

The independent auditors for the Revised Financial Statements, Moore Stephens LLP, appointed at the EGM of the Company held on 26 July 2022, have expressed their willingness to accept re-appointment.

On behalf of the Board



.....
WU CHUNLAN



.....
LIU AIZHONG

Singapore

31 October 2022

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
UNIVERSAL RESOURCE AND SERVICES LIMITED
(Incorporated in Singapore)

Report on the audit of the revised financial statements

Disclaimer of opinion

We were engaged to audit the accompanying revised financial statements of Universal Resource and Services Limited (the “**Company**”) and its subsidiaries (the “**Group**”), which comprise the statements of financial position of the Group and the Company as at 31 December 2015, the consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows of the Group and the statement of changes in equity of the Company for the year then ended, and notes to the revised financial statements, including a summary of significant accounting policies (the “**Revised Financial Statements**”). The Revised Financial Statements replace the original financial statements for the financial year ended 31 December 2015 approved by the board of directors on 1 April 2016 (the “**Original Financial Statements**”).

We do not express an opinion on the accompanying Revised Financial Statements. Because of the significance of the matters described in the basis for disclaimer of opinion section of our report, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these Revised Financial Statements.

Basis for disclaimer of opinion

The Original Financial statements were audited by another auditor who expressed a modified opinion on those Original Financial Statements on 1 April 2016. The audit modification was as follows:

"Included in trade and other receivables in the consolidated statement of financial position as at 31 December 2015 is an amount of S\$59,099,000. As disclosed in Note 8 to the financial statements, this amount relates to the first payment in cash of RMB 271,220,000 made on 30 December 2014 (the “First Payment”), pursuant to the conditional sale and purchase agreement (the “SPA”) entered into by SKY Petroleum Technology Development (Tianjin) Co., Ltd (“SKY Tianjin”), a wholly-owned subsidiary of the Company, with Calgary Petroleum Service Co., Limited (the “Vendor”) on 29 December 2014 for the proposed acquisition of 5,764 ordinary shares, representing approximately 57.64% of the issued and paid-up capital of Hongkong New Wing Energy Development Company Limited, a wholly owned subsidiary of the Vendor (the “Proposed Acquisition”). According to the SPA, the First Payment is to be refunded with interest by the Vendor to SKY Tianjin in the event that the Company is unable to obtain approval for the Proposed Acquisition from (i) the Company’s shareholders at an extraordinary general meeting of the Company to be convened; or (ii) the Singapore Exchange Securities Trading Limited. To date, the Board of Directors, in consultation with the relevant professionals, is undertaking a review of the Proposed Acquisition. The Proposed Acquisition is still pending approval by the Board of Directors at the date of this report, and based on the information available to us, we are unable to obtain sufficient appropriate audit evidence to satisfy ourselves as to the appropriateness of the carrying amount of the First Payment."

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
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Basis for disclaimer of opinion (cont'd)

As disclosed in Note 21(f)(vii) to the Revised Financial Statements, this entry of an amount of S\$59,099,000 in the Group's trade and other receivables relating to the purported first payment of the proposed acquisition of Hongkong New Wing Energy Development Company Limited was reported to be fictitious pursuant to the Special Audit (as defined in Note 21 to the Revised Financial Statements) and the transaction was reversed by management as part of the various adjustments to the Original Financial Statements resulting in the Revised Financial Statements.

Limitation of scope on the audit of the Group's subsidiaries in the People's Republic of China ("PRC") ("PRC Subsidiaries")

As disclosed in Note 21 to the Revised Financial Statements, certain adjustments were made by management to the Original Financial Statements of the Group and Company as at and for the financial year ended 31 December 2015 pursuant to the results of the Special Audit of the Group's PRC Subsidiaries. Consequentially, the comparatives for the financial year ended and as at 31 December 2015, being 31 December 2014, were also restated.

As the underlying books and accounting records of the PRC Subsidiaries, including records in respect of the purported first payment of the proposed acquisition of Hongkong New Wing Energy Development Company Limited, could not be located and we do not have access to the relevant key finance personnel based in the PRC, we were not provided with the necessary information and explanations that we considered necessary, nor were we able to carry out alternative audit procedures to audit the revised financial information and those adjustments relating to the PRC Subsidiaries as at and for the financial year ended 31 December 2015, as well as the comparatives which were also restated.

Appropriateness of the going concern assumption

As disclosed in Note 3(b) to the Revised Financial Statements, the Group and the Company incurred a net loss and total comprehensive loss of S\$305,000 for the financial year ended 31 December 2015. As at 31 December 2015, the Group's and the Company's capital deficiency and net current liabilities amounted to S\$224,000 and S\$225,000 respectively and the cash and cash equivalents of Group and the Company amounted to S\$130,000. The Group also had a net cash outflow in operating activities of S\$274,000 for the financial year ended 31 December 2015.

The above conditions indicate the existence of material uncertainties that may cast doubt on the abilities of the Group and Company to continue as going concerns and to realise their assets and discharge their liabilities in the normal course of business. Notwithstanding the above, the board of directors is of the opinion that the use of going concern assumption for the Group and Company is appropriate for the preparation and presentation of these Revised Financial Statements for the financial year ended 31 December 2015 for the reasons disclosed in Note 3(b) to the Revised Financial Statements.

However, based on the information made available to us, we were unable to obtain sufficient audit evidence to conclude on the appropriateness of the going concern assumption used in the preparation of the Revised Financial Statements.



INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
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Basis for disclaimer of opinion (cont'd)

Appropriateness of the going concern assumption (cont'd)

In the event that the Group and the Company are unable to continue as going concerns, the Group and the Company may be unable to discharge their liabilities in the normal course of business and adjustments may have to be made to reflect the situation that assets may need to be realised other than in the normal course of business and at amounts which could differ significantly from the amounts at which they are recorded in the statements of financial position. In addition, the Group and the Company may need to reclassify non-current assets as current assets. No such adjustments have been made to these Revised Financial Statements.

Other matters - Revisions made under the Regulations

We draw attention to Note 1 and Note 21 to the Revised Financial Statements which describe the issuance of the Revised Financial Statements due to the effects of the Special Audit of the Group's PRC Subsidiaries on the Group and the Company.

The Original Financial Statements for the financial year ended 31 December 2015 were approved by the board of directors on 1 April 2016, and were audited by another auditor who expressed a modified opinion on those Original Financial Statements on that date.

The Revised Financial Statements have been prepared in accordance with the Companies (Revision of Defective Financial Statements, or Consolidated Financial Statements or Balance-Sheet) Regulations 2018 (the "**Regulations**") as the board of directors have voluntarily revised the Original Financial Statements in accordance with Section 202A of the Singapore Companies Act, Chapter 50 (the "**Act**") as disclosed in Note 1 to the Revised Financial Statements. Consequently, our procedures on subsequent events are restricted solely to the revisions described in Note 21 to these Revised Financial Statements and we have not performed procedures in relation to events occurring between the date of the original auditor's report and the date of this report.

Responsibilities of management and directors for the Revised Financial Statements

Management is responsible for the preparation of the Revised Financial Statements that give a true and fair view in accordance with the provisions of the Act as they have effect under the Regulations and Financial Reporting Standards ("**FRSs**"), and for devising and maintaining a system of internal accounting controls sufficient to provide a reasonable assurance that assets are safeguarded against loss from unauthorised use or disposition; and transactions are properly authorised and that they are recorded as necessary to permit the preparation of true and fair financial statements and to maintain accountability of assets.

In preparing the Revised Financial Statements, management is responsible for assessing the Group's ability to continue as a going concern, as made up to the date of the Original Financial Statements, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.



MOORE

MOORE STEPHENS LLP
CHARTERED ACCOUNTANTS OF SINGAPORE

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
UNIVERSAL RESOURCE AND SERVICES LIMITED
(Incorporated in Singapore)**

Responsibilities of management and directors for the Revised Financial Statements (cont'd)

The board of directors' responsibilities include overseeing the Group's financial reporting process.

Auditor's responsibilities for the audit of the Revised Financial Statements

Our responsibility is to conduct an audit of the Group's and Company's Revised Financial Statements in accordance with Singapore Standards on Auditing and to issue an auditor's report. However, because of the matters described in the "Basis for disclaimer of opinion" section of our report, we were not able to obtain sufficient appropriate audit evidence during the course of our audit to provide a basis for an audit opinion on these Revised Financial Statements.

We are independent of the Group in accordance with the Accounting and Corporate Regulatory Authority ("ACRA") Code of Professional Conduct and Ethics for Public Accountants and Accounting Entities ("ACRA Code") together with the ethical requirements that are relevant to our audit of the financial statements in Singapore, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ACRA Code.

Report on other legal and regulatory requirements

In our opinion, in view of the significance of the matters referred to in the "Basis for disclaimer of opinion" section of our report, we do not express an opinion on whether the accounting and other records required by the Act to be kept by the Company have been properly kept in accordance with the provisions of the Act.

The engagement partner on the audit resulting in this independent auditor's report is Lao Mei Leng.

Moore Stephens LLP
Public Accountants and
Chartered Accountants

Singapore
31 October 2022

UNIVERSAL RESOURCE AND SERVICES LIMITED
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CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2015

	Note	2015 S\$'000 Restated	2014 S\$'000 Restated
Revenue		-	-
Cost of services		-	-
Gross profit		-	-
Other income	5	27	-
Administrative expenses		(332)	(969)
Loss before income tax		(305)	(969)
Income tax	6	-	-
Loss after income tax		(305)	(969)
Loss for the financial year and total comprehensive loss for the financial year attributable to owners of the Company	7	(305)	(969)
		Singapore cent Restated	Singapore cent Restated
Loss per share attributable to owners of the Company - basis and diluted	8	(1.52)	(4.83)

The accompanying notes form an integral part of the financial statements

UNIVERSAL RESOURCE AND SERVICES LIMITED
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STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2015

		Group			Company		
	31	31	1	31	31	1	
Note	December 2015	December 2014	January 2014	December 2015	December 2014	January 2014	
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	
	Restated	Restated	Restated	Restated	Restated	Restated	
ASSETS							
Non-current asset							
Plant and equipment	9	1	2	11	1	2	11
Subsidiaries	10	-	-	-	-	-	-
		1	2	11	1	2	11
Current assets							
Trade and other receivables	11	48	76	1,363	48	76	1,363
Prepayments		16	22	18	16	22	18
Cash and cash equivalents	12	130	404	535	130	404	535
		194	502	1,916	194	502	1,916
Total assets		195	504	1,927	195	504	1,927
EQUITY AND LIABILITIES							
Capital and reserves							
Share capital	13	68,080	68,080	68,080	68,080	68,080	68,080
Reserves	14	(68,304)	(67,999)	(66,629)	(68,304)	(67,999)	(66,629)
(Capital deficiency)/Equity attributable to owners of the Company		(224)	81	1,451	(224)	81	1,451
Non-controlling interests		-	-	-	-	-	-
Total (capital deficiency)/equity		(224)	81	1,451	(224)	81	1,451
Non-current liability							
Deferred tax liability		-	-	-	-	-	-
Current liabilities							
Other payables and accruals	15	418	422	475	418	422	475
Current tax payable		1	1	1	1	1	1
		419	423	476	419	423	476
Total liabilities		419	423	476	419	423	476
Total equity and liabilities		195	504	1,927	195	504	1,927

The accompanying notes form an integral part of the financial statements

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CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2015

<u>Group</u>	<u>Attributable to owners of the Company</u>						Non-controlling interests S\$'000 Restated	Total equity/ (Capital deficiency) S\$'000 Restated
	Share capital S\$'000	Share option reserve S\$'000	Exchange fluctuation reserve S\$'000 Restated	Statutory common reserve S\$'000 Restated	Retained earnings/ (Accumulated Losses) S\$'000 Restated	Total S\$'000 Restated		
Balance as at 1 January 2014, as previously reported	68,080	166	5,277	20,560	47,209	141,292	3,148	144,440
Adjustments pursuant to the Special Audit (Note 21(f))	-	-	(5,277)	(20,560)	(114,004)	(139,841)	(3,148)	(142,989)
Balance as at 1 January 2014, as restated	68,080	166	-	-	(66,795)	1,451	-	1,451
Distribution to owners of the Company – dividend and total transaction with owners of the Company	-	-	-	-	(401)	(401)	-	(401)
Loss for the financial year and total comprehensive loss for the financial year	-	-	-	-	(969)	(969)	-	(969)
Balance as at 31 December 2014, as restated	68,080	166	-	-	(68,165)	81	-	81
Balance as at 1 January 2015, as restated	68,080	166	-	-	(68,165)	81	-	81
Loss for the financial year and total comprehensive loss for the financial year	-	-	-	-	(305)	(305)	-	(305)
Balance as at 31 December 2015, as restated	68,080	166	-	-	(68,470)	(224)	-	(224)

The accompanying notes form an integral part of the financial statements

UNIVERSAL RESOURCE AND SERVICES LIMITED
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STATEMENT OF CHANGES IN EQUITY

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2015

<u>Company</u>	Share capital S\$'000	Share option reserve S\$'000	Retained Earnings/ (Accumulated losses) S\$'000 Restated	Total equity/ (Capital deficiency) S\$'000 Restated
Balance as at 1 January 2014, as previously reported	68,080	166	25,429	93,675
Adjustments pursuant to the Special Audit (Note 21(g))	-	-	(92,224)	(92,224)
Balance as at 1 January 2014, as restated	68,080	166	(66,795)	1,451
Distribution to owners of the Company – dividend and total transaction with owners of the Company	-	-	(401)	(401)
Loss for the financial year and total comprehensive loss for the financial year	-	-	(969)	(969)
Balance as at 31 December 2014, as restated	68,080	166	(68,165)	81
Balance as at 1 January 2015, as restated	68,080	166	(68,165)	81
Loss for the financial year and total comprehensive loss for the financial year	-	-	(305)	(305)
Balance as at 31 December 2015, as restated	68,080	166	(68,470)	(224)

The accompanying notes form an integral part of the financial statements

UNIVERSAL RESOURCE AND SERVICES LIMITED
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NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2015

CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE FINANCIAL YEAR ENDED

31 DECEMBER 2015

	Note	2015 S\$'000 Restated	2014 S\$'000 Restated
Cash flows from operating activities			
Loss before income tax		(305)	(969)
Adjustments for:			
Depreciation of plant and equipment		1	9
Operating cash flows before working capital changes		(304)	(960)
Changes in working capital:			
Other receivables		28	1,287
Prepayments		6	(4)
Other payables and accruals		(4)	(53)
Cash (used in)/generated from operations		(274)	270
Income taxes paid		-	-
Net cash (used in)/generated from operating activities		<u>(274)</u>	<u>270</u>
Cash flows from financing activities			
Dividends paid		-	(401)
Net cash used in financing activities		<u>-</u>	<u>(401)</u>
Net decrease in cash and cash equivalents		(274)	(131)
Cash and cash equivalents at the beginning of the financial year		404	535
Cash and cash equivalents at the end of the financial year	12	<u>130</u>	<u>404</u>

The accompanying notes form an integral part of the financial statements

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2015

These notes form an integral part of and should be read in conjunction with the accompanying financial statements:

1 General

Universal Resource and Services Limited (the “**Company**”) is a public limited liability company incorporated and domiciled in Singapore. The Company is listed on the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”). The trading of the Company’ shares on SGX-ST was voluntarily suspended since 16 February 2017.

The Company’s registered office and principal place of business is located at 10 Collyer Quay #10-01, Ocean Financial Centre, Singapore 049315.

The principal activity of the Company is that relating to investment holding. The principal activities of the subsidiaries are disclosed in Note 10 to the revised financial statements.

The board of directors of the Company (the “**Board**”) has authorised the issue of the revised financial statements of the Company and its subsidiaries (the “**Group**”) on the date of the directors’ statement. These revised financial statements replace the original financial statements that were approved by the Board on 1 April 2016 (the “**Original Financial Statements**”).

These revised financial statements have been prepared in accordance with the Companies (Revision of Defective Financial Statements, or Consolidated Financial Statements or Balance-Sheet) Regulations 2018 (the “**Regulations**”) as the Board has voluntarily revised the Original Financial Statements in accordance with Section 202A of the Singapore Companies Act, Chapter 50 (the “**Act**”).

These revised financial statements are taken as having been prepared on the date of the Original Financial Statements and accordingly, other than the effects of the Special Audit (Note 21) on the revised financial statements of the Group and Company, do not consider any events which occurred between 2 April 2016 and 31 October 2022.

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2 New and revised Financial Reporting Standards (“FRSs”)

Adoption of new/amended FRSs which are effective

On 1 January 2015, the Group adopted the following FRSs that are mandatory for application from that date. Changes to the Group’s accounting policies have been made as required in accordance with the transitional provisions in the respective FRSs.

Reference	Description
Amendments to FRS 19	Defined Benefit Plans: Employee Contribution
Improvements to FRSs (January 2014):	
- Amendment to FRS 16	Property, Plant and Equipment
- Amendment to FRS 24	Related Party Disclosures
- Amendment to FRS 38	Intangible Assets
- Amendment to FRS 102	Share-based Payment
- Amendment to FRS 103	Business Combinations
- Amendment to FRS 108	Operating Segments
Improvements to FRSs (February 2014):	
- Amendment to FRS 103	Business Combination
- Amendment to FRS 113	Fair Value Measurement

The adoption of these new and amended FRSs did not result in substantial changes to the Group’s and Company’s accounting policies and did not have any significant impact on these revised financial statements. Where applicable, certain disclosures were supplemented in relation to the following:

(i) Improvements to FRSs (January 2014) - Amendment to FRS 24 Related Party Disclosures

Improvements to FRSs (January 2014) - Amendment to FRS 24 Related Party Disclosures clarifies that an entity providing key management personnel services to the reporting entity or to the parent of the reporting entity is a related party of the reporting entity. In addition, an entity that uses a management entity is required to disclose the expenses incurred for management services. As this is a disclosure standard, it did not have any impact on the financial performance or the financial position of the Group and the Company when implemented.

(ii) Improvements to FRSs (January 2014) - Amendments to FRS 108 Operating Segments

Improvements to FRSs (January 2014) - Amendments to FRS 108 Operating Segments clarifies that an entity shall only provide reconciliations of the total of the reportable segments’ assets to the entity’s assets if the segment assets are reported regularly. In addition, the entity is required to disclose the judgements made by management in applying the aggregation criteria to operating segments. As this is a disclosure standard, it did not have any impact on the financial performance or the financial position of the Group and the Company when implemented.

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2 New and revised Financial Reporting Standards (“FRSs”) (cont’d)

Relevant new and revised FRSs issued but not yet effective

The following are the relevant new or amended FRSs and INT FRSs issued that are not yet effective for the current financial year:

Reference	Description	Effective for annual periods beginning on or after
Amendments to FRS 1	Presentation of Financial Statements: Disclosure Initiative	1 January 2016
Amendments to FRS 7	Statement of Cash Flows: Disclosure Initiative	1 January 2017
Amendments to FRS 12	Recognition of Deferred Tax Assets for unrealised Losses	1 January 2017
Amendments to FRS 16 and FRS 38	Clarification of Acceptable Methods of Depreciation and Amortisation	1 January 2016
Amendments to FRS 110, FRS 112 and FRS 28	Investment Entities: Applying the Consolidation Exception	1 January 2016
FRS 109	Financial Instruments	1 January 2018
FRS 115	Revenue from Contracts with Customers	1 January 2018
Amendments to FRS 19	Employee Benefits	1 January 2016
Amendments to FRS 34	Interim Financial Reporting	1 January 2016
Amendments to FRS 105	Non-current Assets Held for Sale and Discontinued Operations	1 January 2016
Amendments to FRS 107	Financial Instruments: Disclosures	1 January 2016

Management does not anticipate that the adoption of the above FRSs in future periods will have a material impact on the financial statements of the Group and the Company in the period of their initial adoption. Certain additional disclosures may be required arising from the adoption of the following:

(i) Amendments to FRS 7 Statement of Cash Flows: Disclosure Initiative

Under Amendments to FRS 7, an entity would need to reconcile cash flows arising from financing activities as reported in the statement of cash flows, excluding contributed equity, to the corresponding liabilities in the opening and closing statements of financial position. Additional disclosures are also required about information that is relevant to an understanding of the liquidity of an entity. This includes any restrictions over the decisions of an entity to use cash and cash equivalent balances, e.g. any tax liabilities that would arise on repatriation of foreign cash and cash equivalent balances. The Group is currently assessing the impact and plans to adopt the amendments on the required effective date.

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2 New and revised Financial Reporting Standards (“FRSs”) (cont’d)

Relevant new and revised FRSs issued but not yet effective (cont’d)

(ii) Amendments to FRS 16 Clarification of Acceptable Methods of Depreciation

Amendments to FRS 16 clarifies that expected future reductions in the selling price of an item that was produced using an asset could indicate the expectation of technical or commercial obsolescence of the asset, which, in turn, might reflect reduction of the future economic benefits embodied in the asset. However, a depreciation method that is based on revenue that is generated by an activity that includes the use of an asset is not appropriate, because it generally reflects factors other than the consumption of the economic benefits of the asset. For example, revenue is affected by other inputs and processes, selling activities and changes in sales volumes and prices. The price component of revenue may be affected by inflation, which has no bearing upon the way in which an asset is consumed. The Group has reassessed the application of the amendments and does not expect any impact to its financial statements.

(iii) FRS 109 Financial Instruments

FRS 109 introduces new requirements for classification and measurement of financial assets, impairment of financial assets and hedge accounting. Financial assets are classified according to their contractual cash flow characteristics and the business model under which they are held. The impairment requirements in FRS 109 are based on an expected credit loss model and replace the FRS 39 incurred loss model. Adopting the expected credit losses requirements will require the Group to make changes to its current systems and processes.

Under FRS 109, an investment in an equity instrument that does not have a quoted price in an active market for an identical instrument shall be measured at fair value at the date of initial application. Any difference between the previous carrying amount and the fair value would be recognised in the opening retained earnings when the Group applies FRS 109.

FRS 109 is effective for annual periods beginning on or after 1 January 2018 with early application permitted. Retrospective application is required, but comparative information is not compulsory. The Group has assessed the application of FRS109 and does not expect any material impact to its financial statements.

(iv) FRS 115 Revenue from Contracts with Customers

FRS 115 establishes a five-step model that will apply to revenue arising from contracts with customers. Under FRS 115, revenue is recognised at an amount that reflects the consideration which an entity expects to be entitled in exchange for transferring goods or services to a customer. The principles in FRS 115 provide a more structured approach to measuring and recognising revenue when the promised goods and services are transferred to the customer i.e. when performance obligations are satisfied.

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2 New and revised Financial Reporting Standards (“FRSs”) (cont’d)

Relevant new and revised FRSs issued but not yet effective (cont’d)

(iv) FRS 115 Revenue from Contracts with Customers (cont’d)

Key issues for the Group include identifying performance obligations, accounting for contract modifications, applying the constraint to variable consideration, evaluating significant financing components, measuring progress toward satisfaction of a performance obligation, recognising contract cost assets and addressing disclosure requirements.

Either a full or modified retrospective application is required for annual periods beginning on or after 1 January 2018 with early adoption permitted. The Group is currently assessing the impact of FRS 115 and plans to adopt the new standard on the required effective date.

3 Significant accounting policies

(a) Basis of preparation

The financial statements are prepared in accordance with FRSs including related Interpretations promulgated by the Accounting Standards Council. The revised financial statements have been prepared under the historical cost convention, except as disclosed in the accounting policies below.

The revised financial statements are presented in Singapore dollar (S\$) which is the Company’s functional currency. All financial information is presented in Singapore dollar (S\$) and rounded to the nearest thousand (S\$’000), unless otherwise stated.

As the underlying books and accounting records of the subsidiaries in the People’s Republic of China (“**PRC**”), including records in respect of the purported first payment of the proposed acquisition of Hongkong New Wing Energy Development Company Limited, could not be located and the management did not have access to the relevant key finance personnel based in the PRC (the “**Limitations**”), this set of revised financial statements have been prepared on a best effort basis based on information available to the Company.

(b) Going concern assumption

The Group and the Company incurred a net loss and total comprehensive loss of S\$305,000 for the financial year ended 31 December 2015. As at 31 December 2015, the Group’s and the Company’s capital deficiency and net current liabilities amounted to S\$224,000 and S\$225,000 respectively and the cash and cash equivalents of Group and the Company amounted to S\$130,000. The Group also had a net cash outflow in operating activities of S\$274,000 for the financial year ended 31 December 2015.

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FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2015

3 Significant accounting policies (cont'd)

(b) Going concern assumption (cont'd)

The above conditions indicate the existence of material uncertainties that may cast doubt on the abilities of the Group and Company to continue as going concerns and to realise their assets and discharge their liabilities in the normal course of business. Notwithstanding the above, the Board is of the opinion that the use of going concern assumption for the Group and Company is appropriate for the preparation and presentation of these revised financial statements for the financial year ended 31 December 2015 for the following reasons:

- (i) as at 31 December 2015, taking into account that Group's resources, the Group has no bank loans and the Group and the Company have undertaken effective cost controlling measures which reduced cash outflow to minimal. These measures included, amongst others, the deferment of the independent directors' fees, reducing the Chief Executive Officer (the "CEO") cum executive director pay to zero and obtaining informal understanding from all services providers to delay payments due to them; and
- (ii) based on the review of the other payables and accruals, the Board believes that the Group and the Company have adequate working capital and financial resources which will enable the Group and the Company to pay their liabilities as and when they fall due and continue as going concerns for twelve (12) months from the date of this set of revised financial statements.

In the event that the Group and the Company are unable to continue as going concerns, the Group and the Company may be unable to discharge their liabilities in the normal course of business and adjustments may have to be made to reflect the situation that assets may need to be realised other than in the normal course of business and at amounts which could differ significantly from the amounts at which they are recorded in the statements of financial position. In addition, the Group and the Company may need to reclassify non-current assets as current assets. No such adjustments have been made to these revised financial statements.

(c) Consolidation

The consolidated financial statements comprise the financial statements of the Company and its subsidiaries at the end of the reporting period. The financial statements of the subsidiaries used in the preparation of the consolidated financial statements are prepared for the same reporting date as the Company. Consistent accounting policies are applied to like transactions and events in similar circumstances.

All intra-group balances, income and expenses and unrealised gains and losses resulting from intragroup transactions and dividends are eliminated in full.

Subsidiaries are consolidated from the date of acquisition, being the date on which the Group obtains control and continue to be consolidated until the date that such control ceases.

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3 Significant accounting policies (cont'd)

(c) Consolidation (cont'd)

A subsidiary is an investee that is controlled by the Group. The Group controls an investee when it is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Thus, the Group controls an investee if and only if the Group has all of the following:

- (i) power over the investee;
- (ii) exposure, or rights or variable returns from its involvement with the investee; and
- (iii) the ability to use its power over the investee to affect its returns.

The Group reassesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control listed above.

When the Group loses control of a subsidiary, a gain or loss is recognised in profit or loss and is calculated as the difference between (i) the aggregate of the fair value of the consideration received and the fair value of any retained interest and (ii) the previous carrying amount of the assets and liabilities of the subsidiary and any non-controlling interest. All amounts previously recognised in other comprehensive income in relation to that subsidiary are accounted for as if the Group had directly disposed of the related assets or liabilities of the subsidiary (i.e. reclassified to profit or loss or transferred to another category of equity as specified/permitted by applicable FRS).

Non-controlling interest represents the equity in subsidiaries not attributable, directly or indirectly, to owners of the Company, and are presented separately in the consolidated statement of profit or loss and other comprehensive income, and within equity in the consolidated statement of financial position, separately from equity attributable to owners of the Company.

(d) Plant and equipment and depreciation

Plant and equipment are stated at cost less accumulated depreciation and impairment losses, if any. Depreciation is calculated using the straight-line method to allocate their depreciable amount over their estimated useful lives as follows:

Renovations	3 years
Office equipment	1 to 8 years

The cost of plant and equipment includes expenditure that is directly attributable to the acquisition of the items.

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3 Significant accounting policies (cont'd)

(d) Plant and equipment and depreciation (cont'd)

Subsequent expenditure relating to plant and equipment that have been recognised is added to the carrying amount of the asset when it is probable that future economic benefits, in excess of the standard of performance of the asset before the expenditure was made, will flow to the Group and the cost can be reliably measured. Other subsequent expenditure is recognised as an expense during the financial year in which it is incurred.

For acquisitions and disposals during the financial year, depreciation is recognised in profit or loss from the month that the plant and equipment are installed and are available for use, and to the month of disposal. Fully depreciated plant and equipment are retained in the books until they are no longer in use or disposed.

Depreciation methods, useful lives and residual values are reviewed, and adjusted as appropriate, at the end of each reporting period as a change in estimates.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss on derecognition of the asset is included in the profit or loss in the reporting period the asset is derecognised.

(e) Subsidiaries

In the Company's statement of financial position, subsidiaries are stated at cost less allowance for any impairment losses on an individual subsidiary basis.

(f) Financial assets

Financial assets, other than hedging instruments, can be divided into the following categories: financial assets at fair value through profit or loss, held-to-maturity investments, loans and receivables and available-for-sale financial assets. Financial assets are assigned to the different categories by management on initial recognition, depending on the purpose for which the investments were acquired. The designation of financial assets is re-evaluated and classification may be changed at the end of the reporting period with the exception that a financial asset shall not be reclassified into or out of the fair value through profit or loss category while it is held or issued.

All financial assets are recognised on their trade date - the date on which the Group commits to purchase or sell the asset. Financial assets are initially recognised at fair value, plus directly attributable transaction costs except for financial assets at fair value through profit or loss, which are recognised at fair value.

Derecognition of financial instruments occurs when the rights to receive cash flows from the investments expire or are transferred and substantially all of the risks and rewards of ownership have been transferred. An assessment for impairment is undertaken at least at the end of each reporting period whether or not there is objective evidence that a financial asset or a group of financial assets is impaired.

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3 Significant accounting policies (cont'd)

(f) Financial assets (cont'd)

Financial assets and financial liabilities are offset and the net amount is presented in the statement of financial position when, and only when, the Group currently has a legally enforceable right to set off the recognised amounts; and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Non-compounding interest and other cash flows resulting from holding financial assets are recognised in profit or loss when received, regardless of how the related carrying amount of financial assets is measured.

The Group does not hold any financial assets at fair value through profit or loss, held-to-maturity investments or available-for-sale financial assets.

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They arise when the Group provides money, goods or services directly to a debtor with no intention of trading the receivables. They are included in current assets, except for maturities greater than twelve (12) months after the end of the reporting period which are classified as non-current assets.

Loans and receivables include trade and other receivables and cash and cash equivalents. They are subsequently measured at amortised cost using the effective interest method, less allowance for impairment. If there is objective evidence that the asset has been impaired, the financial asset is measured at the present value of the estimated future cash flows discounted at the original effective interest rate. Impairment losses are reversed in subsequent periods when an increase in the asset's recoverable amount can be related objectively to an event occurring after the impairment was recognised, subject to a restriction that the carrying amount of the asset at the date the impairment is reversed does not exceed what the amortised cost would have been had the impairment not been recognised. The impairment or write-back is recognised in profit or loss.

(g) Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and in banks.

(h) Share capital

Ordinary shares are classified as equity. Incremental costs directly attributable to the issuance of new ordinary shares are deducted against the share capital account.

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3 Significant accounting policies (cont'd)

(i) Dividends

Final dividends proposed by the Board are not accounted for in shareholders' equity as an appropriation of retained earnings until they have been approved by the shareholders in a general meeting. When these dividends have been approved by the shareholders and declared, they are recognised as a liability.

Interim dividends are simultaneously proposed and declared because the Company's constitution grants the Board the authority to declare interim dividends. Consequently, interim dividends are recognised directly as a liability when they are proposed and declared.

(j) Financial liabilities

The Group's financial liabilities comprise other payables and accruals.

Financial liabilities are recognised when the Group becomes a party to the contractual agreements of the instrument. All interest-related charges that are not directly attributable to the acquisition, construction or production of a qualifying asset are recognised as an expense in "finance cost" in profit or loss. Financial liabilities are derecognised if the Group's obligations specified in the contract expire or are discharged or cancelled.

Financial assets and financial liabilities are offset and the net amount presented in the statement of financial position when, and only when, the Group currently has a legally enforceable right to set off the recognised amounts; and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the amortisation process.

Other payables and accruals are initially measured at fair value, and subsequently measured at amortised cost, using the effective interest method.

(k) Leases

Where the Group is the lessee:

Operating leases

Leases of assets in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases.

Rentals on operating leases are charged to profit or loss on a straight-line basis over the lease term. Lease incentives, if any, are recognised as an integral part of the net consideration agreed for the use of the leased asset. Penalty payments on early termination, if any, are recognised in profit or loss when incurred.

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3 Significant accounting policies (cont'd)

(l) Income taxes

Current income tax for current and prior periods is recognised at the amount expected to be paid to or recovered from the tax authorities, using the tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting period.

Deferred income tax is recognised for all temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements except when the deferred income tax arises from the initial recognition of an asset or liability in a transaction that is not a business combination and affects neither accounting or taxable profit or loss at the time of the transaction.

A deferred income tax liability is recognised on temporary differences arising on investments in subsidiaries, except where the Group is able to control the timing of the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future.

A deferred income tax asset is recognised to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences and tax losses can be utilised.

Deferred income tax is measured:

- (i) at the tax rates that are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled, based on tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting period; and
- (ii) based on the tax consequence that will follow from the manner in which the Group expects, at the end of the reporting period, to recover or settle the carrying amounts of its assets and liabilities.

Current and deferred income taxes are recognised as income or expense in profit or loss, except to the extent that the tax arises from a business combination or a transaction which is recognised either in other comprehensive income or directly in equity.

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3 Significant accounting policies (cont'd)

(m) Employee benefits

Defined contribution plans

The Group participates in the defined contribution national pension schemes as provided by the laws of the countries in which it has operations. The Company makes contributions to the Central Provident Fund, a defined contribution pension scheme regulated and managed by the Government of Singapore.

A defined contribution national pension scheme is a post-employment benefit plan under which an entity pays fixed contribution into a separate entity and will have no legal or constructive obligation to pay further amounts. The contributions to national pension schemes are charged to profit or loss in the period to which the contributions relate.

Employee leave entitlements

Employee entitlements to annual leave are recognised when they accrue to employees. Accrual is made for the unconsumed leave as a result of services rendered by employees up to the end of the reporting period.

Employee share option scheme

The Company has an employee share option plan for the granting of non-transferable options.

The Group issues equity-settled share-based payments to certain directors and employees. The fair value of services received in exchange for the grant of options is recognised as an expense in profit or loss with a corresponding increase in the share option reserve over the vesting period. The total amount to be recognised over the vesting period is determined by reference to the fair value of the options granted on the date of the grant. Non-market vesting conditions are included in the estimation of the number of shares under option that are expected to become exercisable on the vesting date. At the end of each reporting period, the Group revises its estimates of the number of shares under option that are expected to become exercisable on the vesting date and recognises the impact of the revision of the estimates in profit or loss, with a corresponding adjustment to the share option reserve over the remaining vesting period.

When the options are exercised, the proceeds received (net of transaction costs) and the related balance previously recognised in the share option reserve is credited to the share capital account when new ordinary shares are issued.

The share option reserve is transferred to retained earnings upon expiry of the options.

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3 Significant accounting policies (cont'd)

(n) Related parties

A related party is defined as follows:

- (i) A person or a close member of that person's family is related to the Group and the Company if that person:
 - (I) has control or joint control over the Company;
 - (II) has significant influence over the Company; or
 - (III) is a member of the key management personnel of the Group or the Company or of a parent of the Company.
- (ii) An entity is related to the Group and the Company if any of the following conditions applies:
 - (I) the entity and the Company are members of the same group (which means that each parent, subsidiary and fellow subsidiary is related to the others);
 - (II) one entity is an associate or joint venture of the other entity (or an associate or joint venture of a member of a group of which the other entity is a member);
 - (III) both entities are joint ventures of the same third party;
 - (IV) one entity is a joint venture of a third entity and the other entity is an associate of the third entity;
 - (V) the entity is a post-employment benefit plan for the benefit of employees of either the Company or an entity related to the Company. If the Company is itself such a plan, the sponsoring employers are also related to the Company;
 - (VI) the entity is controlled or jointly controlled by a person identified in (i); or
 - (VII) a person identified in (i)(I) has significant influence over the entity or is a member of the key management personnel of the entity (or of a parent of the entity).

Key management personnel

Key management personnel are those persons having the authority and responsibility for planning, directing and controlling the activities of the entity. Directors and certain management executives are considered key management personnel.

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3 Significant accounting policies (cont'd)

(o) Impairment of non-financial assets

The carrying amounts of the Group's non-financial assets subject to impairment are reviewed at the end of each reporting period to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated.

If it is not possible to estimate the recoverable amount of the individual asset, then the recoverable amount of the cash-generating unit to which the assets belong will be identified.

For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows (cash-generating units). As a result, some assets are tested individually for impairment and some are tested at cash-generating unit level.

Individual assets or cash-generating units are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable.

An impairment loss is recognised for the amount by which the asset's or cash-generating unit's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of fair value, reflecting market conditions less costs to sell and value in use, based on an internal discounted cash flow evaluation. Impairment loss recognised for a cash-generating unit is charged *pro rata* to the assets in the cash-generating unit. All assets are subsequently reassessed for indications that an impairment loss previously recognised may no longer exist.

An impairment loss is charged to profit or loss.

An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount or when there is an indication that the impairment loss recognised for the asset no longer exists or decreases.

An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined if no impairment loss had been recognised.

A reversal of an impairment loss is recognised as income in profit or loss.

(p) Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured. Revenue is measured at the fair value of consideration received or receivable, excluding discounts, rebates, and sales taxes or duty. The Group assesses its revenue arrangements to determine if it is acting as principal or agent. The Group has concluded that it is acting as a principal in all of its revenue arrangements.

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FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2015

3 Significant accounting policies (cont'd)

(q) Functional currencies

Items included in the financial statements of each entity in the Group are measured using the currency of the primary economic environment in which the entity operates i.e. the functional currency. The financial statements of the Group and the Company are presented in Singapore dollar, which is also the functional currency of the Company.

(r) Conversion of foreign currencies

Transactions and balances

Transactions in a currency other than the functional currency i.e. foreign currency are translated into the functional currency using the exchange rates at the dates of the transactions. Currency translation differences from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at the closing rates at the end of the reporting period are recognised in profit or loss.

When a foreign operation is disposed of, the accumulated currency translation differences related to the foreign operation is reclassified to profit or loss, as part of the gain or loss on disposal.

Foreign currency gains and losses are reported on a net basis as either other income or other expenses depending on whether foreign currency movements are in a net gain or net loss position.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the transactions.

Group entities

The results and financial positions of all the entities (none of which has the currency of a hyperinflationary economy) within the Group that have a functional currency different from the presentation currency are translated into the presentation currency as follows:

- (i) Assets and liabilities are translated at the closing exchange rates at the end of each reporting period;
- (ii) Income and expenses for each statement of profit or loss and other comprehensive income (i.e. including comparatives) are translated at exchange rates at the dates of the transactions; and
- (iii) All resulting currency translation differences are recognised as other comprehensive income in the exchange fluctuation reserve in equity.

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3 Significant accounting policies (cont'd)

(s) Operating segments

An operating segment is a component of the Group that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Group's other components. All operating segments' operating results are reviewed regularly by the Group's CEO to make decisions about resources to be allocated to the segment and to assess its performance, and for which discrete financial information is available.

Segment results that are reported to the CEO include items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

Segment capital expenditure is the total cost incurred during the financial year to acquire plant and equipment.

(t) Earnings per share

Basic earnings per share is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the financial year.

Diluted earnings per share is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding, for the effects of all potentially dilutive ordinary shares, which comprise outstanding share options.

4 Critical accounting judgements and key sources of estimation uncertainty

(a) Significant accounting estimates and judgements

The preparation of the financial statements in conformity with FRSs requires the use of judgements, estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the financial year. Although these estimates are based on management's best knowledge of current events and actions, actual results may differ from those estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

In addition to the Limitations and the "Going concern assumption" as disclosed in Note 3(a) and 3(b) respectively, the critical accounting estimates and assumptions used and areas involving a high degree of judgement are described below.

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4 Critical accounting judgements and key sources of estimation uncertainty (cont'd)

(b) Critical judgements in applying accounting policies

(i) Impairment of loans and receivables

The Group assesses at the end of each reporting period whether there is any objective evidence that a financial asset is impaired. To determine whether there is objective evidence of impairment, the Group considers factors such as the probability of insolvency or significant financial difficulties of the debtor and default or significant delay in payments. Where there is objective evidence of impairment, the amount and timing of future cash flows are estimated based on historical loss experience for assets with similar credit risk characteristics.

(ii) Impairment of plant and equipment

Plant and equipment are assessed at the end of each reporting period whether there is any indication of impairment. If any such indication exists, the recoverable amounts of the assets are estimated to determine the extent of the impairment loss, if any. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use. Such impairment loss is recognised in profit or loss.

Management judgement is required in the area of asset impairment, particularly in assessing:

- (I) whether an event has occurred that may indicate that the related asset values may not be recoverable;
- (II) whether the carrying value of an asset can be supported by its fair value or the net present value of future cash flows which are estimated based upon the continued use of the asset in the business; and
- (III) the appropriate key assumptions to be applied in using current market selling/purchase prices of comparable assets or preparing cash flow projections including whether these cash flow projections are discounted using an appropriate rate. Changing the assumptions selected by management to determine the level of impairment, including the comparable used in the fair value measurement, or the growth rate and discount rate used in the cash flow projections, could materially affect the fair value or net present value used in the impairment test and as a result may potentially affect the Group's results.

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4 Critical accounting judgements and key sources of estimation uncertainty (cont'd)

(b) Critical judgements in applying accounting policies (cont'd)

(iii) Impairment of subsidiaries

The Company assesses at the end of each reporting period whether there is any indication that the investments in subsidiaries may be impaired. If any indication exists, the investment is tested for impairment. The determination of the recoverable amount requires an estimation of the value in use of the cash-generating units. Estimating the value in use requires the Company to make an estimate of the expected future cash flows from the cash-generating units and an appropriate discount rate in order to calculate the present value of the future cash flows.

As at 31 December 2015 and 31 December 2014, the Company's investments in subsidiaries have been fully impaired.

5 Other income

	Group	
	2015	2014
	S\$'000	S\$'000
	Restated	Restated
Exchange gain, net	27	-

The Group's other income for the financial years ended 31 December 2015 and 2014 have been restated pursuant to the Special Audit (Note 21(f)(iii)).

6 Income tax

	Group	
	2015	2014
	S\$'000	S\$'000
	Restated	Restated
Current taxation	-	-

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6 Income tax (cont'd)

A reconciliation between tax expense and the product of accounting loss multiplied by the applicable corporate tax rate in Singapore for the respective financial years are as follow:

	Group	
	2015	2014
	S\$'000	S\$'000
Relationship between tax expense and accounting loss	Restated	Restated
Loss before taxation	(305)	(969)
Tax calculated using Singapore tax rate at 17% (2014: 17%)	(52)	(165)
Tax effect on non-deductible expenses	52	165
	<u>-</u>	<u>-</u>

The Group's income tax for the financial years ended 31 December 2015 and 2014 have been restated pursuant to the Special Audit (Note 21(f)(iv)).

7 Loss for the financial year

	Group	
	2015	2014
	S\$'000	S\$'000
	Restated	Restated
Loss for the year has been arrived at after charging/(crediting):		
Depreciation	1	9
Exchange gain, net	(27)	-
Audit fees paid/payable to:		
- auditor for the Original Financial Statements of the Company	210	250
Non-audit fees paid/payable to:		
- auditor for the Original Financial Statements of the Company	-	50
Directors' fees	200	184
	<u>200</u>	<u>184</u>

The disclosure of the above items for the financial years ended 31 December 2015 and 2014 have been restated pursuant to the Special Audit (Note 21(f)).

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8 Loss per Share

The basic and diluted loss per share were calculated as follows:

	Group Restated
<u>2015</u>	
Loss attributable to ordinary shareholders (S\$'000)	(305)
Weight average number of ordinary shares during the financial year ('000)	20,072
Loss per share attributable to ordinary shareholders (Singapore cent)	(1.52)
<u>2014</u>	
Loss attributable to ordinary shareholders (S\$'000)	(969)
Weight average number of ordinary shares during the financial year as adjusted for Share Consolidation ('000) (Note 13(a))	20,072
Loss per share attributable to ordinary shareholders (Singapore cent)	(4.83)

The basic and diluted loss per share were the same for both financial years as the outstanding share options were anti-dilutive.

The Group's loss attributable to ordinary shareholders and the basic and diluted loss per share for the financial years ended 31 December 2015 and 2014 have been restated pursuant to the Special Audit (Note 21(f)).

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9 Plant and equipment

	Group				
	Oil drilling machines and equipment S\$'000 Restated	Motor vehicles S\$'000 Restated	Renovation S\$'000 Restated	Office equipment S\$'000 Restated	Total S\$'000 Restated
2015					
<u>Cost</u>					
As at 1 January and 31 December	-	-	85	23	108
<u>Accumulated depreciation and impairment losses</u>					
As at 1 January	-	-	85	21	106
Depreciation	-	-	-	1	1
As at 31 December	-	-	85	22	107
<u>Net book value</u>					
As at 31 December	-	-	-	1	1
2014					
<u>Cost</u>					
As at 1 January as previously reported	60,652	92	87	73	60,904
Adjustments pursuant to the Special Audit (Note 21(f)(i))	(60,652)	(92)	(2)	(50)	(60,796)
As at 1 January and 31 December as restated	-	-	85	23	108
<u>Accumulated depreciation and impairment losses</u>					
As at 1 January as previously reported	16,247	88	79	65	16,479
Adjustments pursuant to the Special Audit (Note 21(f)(i))	(16,247)	(88)	(1)	(46)	(16,382)
As at 1 January and 31 December as restated	-	-	78	19	97
Depreciation	-	-	7	2	9
As at 31 December 2014, as restated	-	-	85	21	106
<u>Net book value</u>					
As at 31 December	-	-	-	2	2

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9 Plant and equipment (cont'd)

	Company		
	Renovation S\$'000	Office equipment S\$'000	Total S\$'000
2015			
<u>Cost</u>			
As at 1 January and 31 December	85	23	108
<u>Accumulated depreciation and impairment losses</u>			
As at 1 January	85	21	106
Depreciation	-	1	1
As at 31 December	85	22	107
<u>Net book value</u>			
As at 31 December	-	1	1
2014			
<u>Cost</u>			
As at 1 January and 31 December	85	23	108
<u>Accumulated depreciation and impairment losses</u>			
As at 1 January	78	19	97
Depreciation	7	2	9
As at 31 December	85	21	106
<u>Net book value</u>			
As at 31 December	-	2	2

The Group's plant and equipment as at 31 December 2015 and 2014 have been restated pursuant to the Special Audit (Note 21(f)(i)) while the Company's balances were the same as that previously reported.

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10 Subsidiaries

	Company	
	31	31
	December	December
	2015	2014
	S\$'000	S\$'000
	Restated	Restated
Unquoted equity investments <u>and amounts from subsidiaries (non-trade), at cost</u>		
As at 1 January	82,606	82,606
Disposal of subsidiaries	(50,509)	-
As at 31 December	32,097	82,606
<u>Allowance for impairment losses</u>		
As at 1 January	82,606	82,606
Utilisation	(50,509)	-
As at 31 December	32,907	82,606
Carrying amount	-	-

Deregistration of a subsidiary

On 11 August 2015, the Board announced the commencement of the deregistration of Song Yuan Tian Yuan Oil Exploration Technology Service Co., Ltd (“**Tian Yuan**”), a wholly-owned subsidiary of SKY Petroleum Technology Development (Tianjin) Co., Ltd. (“**SKY Tianjin**”). Tian Yuan has remained dormant since the expiry of its oil well maintenance service contract with its sole customer, Song Yuan Tian Xi Harbour Oil Exploration Co., Ltd (“**Tian Xi**”), a former subsidiary in the Group, in March 2015. Consequently, the Board decided that it is in the best interests of the Group to discontinue and exit the oil well maintenance business in the PRC by undertaking the deregistration of Tian Yuan which was allegedly completed on 22 September 2015.

The results of Tian Yuan for the financial years ended 31 December 2015 and 2014 have been reversed pursuant to the Special Audit (Note 21(f)(v)).

Incorporation of a subsidiary

On 9 October 2015, SKY Tianjin incorporated a wholly-owned subsidiary in the PRC, Renqiu Kai Yuan Petroleum Technology Development Co., Ltd. (“**Kai Yuan**”), with a registered capital of RMB 1,000,000. The intended principal activities of Kai Yuan are oil exploration and production, oil and gas transportation and processing technology services and equipment rental. Kai Yuan remained dormant since incorporation.

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10 Subsidiaries (cont'd)

Disposal of subsidiaries

On 21 October 2015, the Company allegedly entered into two separate sale and purchase agreements with a third party buyer, China Costal Shipping (HK) Limited, in connection with the sale of the Company's 95% interests in Tianjin Dagang Shengkang Petroleum Development Co., Ltd. ("Shengkang") and Tianjin Ganghua Petroleum Service Co., Ltd. ("Ganghua"), for a cash consideration of RMB 50,000 (S\$11,000) for each subsidiary. The disposals of Shengkang and Ganghua were allegedly completed on 20 November 2015.

The results of Ganghua and Shengkang for the financial years ended 31 December 2015 and 2014 have been reversed pursuant to the Special Audit (Note 21(f)(vi)). In addition, due to the Limitations, the alleged consideration and gain on disposal of Ganghua and Shengkang were reversed.

Details of the subsidiaries are:

Name of Subsidiaries (Country of incorporation/ Principal place of business)	Principal activities	Percentage of equity held	
		2015 %	2014 %
<u>Held by the Company</u>			
Tianjin Dagang Shengkang Petroleum Development Co., Ltd ¹ (PRC)	Dormant	-	95
Tianjin Ganghua Petroleum Technology Service Co., Ltd ¹ (PRC)	Dormant	-	95
SKY Petroleum Technology Development (Tianjin) Co., Ltd ¹ (PRC)	Provision of rental services	100	100
<u>Held by SKY Petroleum Technology Development (Tianjin) Co., Ltd</u>			
Song Yuan Tian Yuan Oil Exploration Technology Service Co., Ltd ² (PRC)	Provision of technical maintenance services	-	100
Renqiu Kai Yuan Petroleum Technology Development Co., Ltd ³ (PRC)	Oil exploration and production, oil and gas transportation and processing technology services and equipment rental	100	-

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10 Subsidiaries (cont'd)

Details of the subsidiaries are: (cont'd)

Notes

- 1 Statutory auditor is Hua Qing CPA Co., Ltd
- 2 Statutory auditor is Ji Lin Zhong Qing CPA Co., Ltd
- 3 Not required to be audited

The subsidiaries in the PRC are audited by certified public accountants in the PRC for the purpose of PRC statutory reporting. However, as a result of the Special Audit (Note 21), no reliance was placed by Moore Stephen LLP on these audited financial statements of the subsidiaries in the PRC for the purpose of the Group's consolidated financial statements.

11 Trade and other receivables

	Group and Company	
	31	31
	December	December
	2015	2014
	S\$'000	S\$'000
	Restated	Restated
Other deposits	41	38
Other receivables	7	38
	<u>48</u>	<u>76</u>

The balances are denominated in Singapore dollar, non-trade in nature, unsecured, interest-free and repayable on demand. There is no allowance for impairment arising from the outstanding balances.

Balances are not past due. There are no balances which are past due but not impaired at the end of the financial year.

The Group's and the Company's trade and other receivables as at 31 December 2015 and 2014 have been restated pursuant to the Special Audit (Note 21(f)(vii) and Note 21(g)(ii) respectively).

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12 Cash and cash equivalents

The Group's cash and cash equivalent as at 31 December 2015 and 2014 have been restated pursuant to the Special Audit (Note 21(f)(viii)) while the Company's balances were the same as that previously reported.

	Group and Company	Group and Company
	31	31
	December	December
	2015	2014
	S\$'000	S\$'000
	Restated	Restated
Cash in banks	130	404

Cash and cash equivalents are denominated in the following currencies:

	Group and Company	Group and Company
	31	31
	December	December
	2015	2014
	S\$'000	S\$'000
	Restated	Restated
Singapore dollar	129	403
United States dollar	1	1
	130	404

13 Share capital

	Group and Company			
	2015		2014	
	No. of		No. of	
	shares		shares	
	'000	S\$'000	'000	S\$'000
<u>Issued and fully paid</u>				
At 1 January	401,430	68,080	401,430	68,080
Share consolidation	(381,358)	-	-	-
At 31 December	20,072	68,080	401,430	68,080

The holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at shareholders' meetings. All shares rank equally with regard to the Company's residual assets.

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13 Share capital (cont'd)

(a) Share Consolidation

During the financial year ended 31 December 2015, the Company undertook a Share Consolidation, pursuant to which every 20 existing ordinary shares in the capital of the Company was consolidated into one ordinary share, so as to comply with the Minimum Trading Price requirement as implemented by the SGX-ST as an additional continuing listing requirement. Following the completion of the Share Consolidation on 18 September 2015, the issued share capital of the Company as at 31 December 2015 comprises 20,071,500 shares.

(b) Dividends

Group and Company	
2015	2014
S\$'000	S\$'000

Final tax-exempt (one-tier) dividend of Nil Singapore cent (2014:
0.10 Singapore cent) per share paid in respect of the previous
financial year

-	401
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At the annual general meeting on 29 April 2014, a final tax-exempt (one-tier) dividend of 0.10 Singapore cent per share amounting to S\$401,000 was approved by shareholders. These dividends paid were accounted for as a reduction in equity as a distribution of retained earnings for the financial year ended 31 December 2014.

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14 Reserves

	31	Group	1	31	Company	1
	December	31	January	December	31	January
	2015	December	2014	2015	December	2014
	S\$'000	2014	S\$'000	S\$'000	S\$'000	S\$'000
	Restated	Restated	Restated	Restated	Restated	Restated
Statutory common reserve	-	-	-	-	-	-
Share option Reserve	166	166	166	166	166	166
Exchange fluctuation reserve	-	-	-	-	-	-
(Accumulated losses)/ Retained earnings	(68,470)	(68,165)	(66,795)	(68,470)	(68,165)	(66,795)
	<u>(68,304)</u>	<u>(67,999)</u>	<u>(66,629)</u>	<u>(68,304)</u>	<u>(67,999)</u>	<u>(66,629)</u>

Statutory common reserve

In accordance with the relevant laws and regulations of the PRC, each subsidiary in the PRC is required to make appropriation to a Statutory Reserve Fund ("SRF"). At least 10% of the statutory net profit for each year, as determined in accordance with the applicable PRC accounting standards and regulations, must be allocated to the SRF until the cumulative total of the SRF reaches at least 50% of the registered capital. Subject to approval from the relevant PRC authorities, the SRF may be used to offset any accumulated losses or increase the registered capital. The SRF is not available for dividend distribution to owners. The Board has previously decided that 10% of the net profit, as reported in the statutory financial statements of the PRC subsidiaries, be appropriated each year to the SRF.

The appropriation to SRF ended as at 31 December 2012 after it has reached 50% of the registered capital of the PRC subsidiaries.

The Group's statutory common reserve as at 31 December 2015 and 2014 have been restated pursuant to the Special Audit (Note 21(f)(xi)).

Share option reserve

Share option reserve represents the equity-settled share options granted to the participants of the share option scheme. The reserve is made up of the cumulative value of services received from participants of the share option scheme recorded on grant of equity-settled share options.

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14 Reserves (cont'd)

Exchange fluctuation reserve

Exchange fluctuation reserve arises from the translation of financial statements of subsidiaries whose functional currencies are different from the Group's presentation currency.

The Group exchange fluctuation reserve as at 31 December 2015 and 2014 have been restated pursuant to the Special Audit (Note 21(f)(xii)).

15 Other payables and accruals

	Group and Company	
	31	31
	December	December
	2015	2014
	S\$'000	S\$'000
	Restated	Restated
Accrued expenses	418	422

Other payables and accruals are all denominated in Singapore dollar.

Other payables and accrual of the Group and the Company as at 31 December 2015 and 2014 have been restated pursuant to the Special Audit (Note 21(f)(ix) and Note 21(g)(iii) respectively).

16 Equity-settled share-based payment transactions

Share option scheme

The Company has a share option scheme for employees of the Group. The share option scheme is administered by the Remuneration Committee (the "RC"). Options are exercisable at a price based on the average of the last done prices of the shares of the Company on the SGX-ST for the three consecutive trading days preceding the date of grant. The RC may at its discretion fix the exercise price at a discount not exceeding 20% to the above price. The vesting period is one year from the date of grant. If the options remain unexercised after a period of five years for non-executive directors and ten years for employees from the date of grant, the options shall expire. Options are forfeited if any director or employee ceases to be under appointment or employment of the Company or any of the companies within the Group before the options vest.

There has been no cancellation or modification to the share option scheme during the financial year.

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16 Equity-settled share-based payment transactions (cont'd)

Information with respect to the number and weighted average exercise price of options granted under the share option scheme is as follows:

	2015		2014	
	No. of options	Weighted average exercise price S\$	No. of options	Weighted average exercise price S\$
Outstanding and exercisable at the end of the financial year	89,250	3.30	1,785,000	0.165

Pursuant the completion of the Share Consolidation on 18 September 2015, the exercise price for each option was increased by a multiple of 20 from S\$0.165 to S\$3.30, and the number of shares to be issued on exercise of the options was reduced by a factor of 20 from 1,785,000 to 89,250.

No share options were granted, exercised or cancelled during the financial year.

The options outstanding at the end of the financial year have an exercise price of S\$3.30 (2014: S\$0.165) and a weighted average remaining contractual life of 2.7 years (2014: 3.7 years).

The grant date fair value of options granted under the share option scheme remained unchanged during the financial year as the vesting period of options granted under the share option scheme had ended in 2010 and no new options were granted since then.

The fair value of options granted under the share option scheme was measured based on the Binomial pricing model. Expected volatility was estimated by considering the historical volatility of the Company's share price over the period commensurate with the expected term.

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17 Operating lease commitments (Non-cancellable)

Where the Group and the Company are the lessees

At the end of the financial year, the Group and the Company were committed to making the following payments in respect of non-cancellable operating leases of office premises and employee accommodation:

	Group and Company	
	31	31
	December	December
	2015	2014
	S\$'000	S\$'000
	Restated	Restated
Not later than one year	48	154
Later than one year and not later than five years	-	21
	48	175

As at 31 December 2015, the leases on the Group and the Company's office premise and employee accommodation on which rentals are payable will expire on 28 February 2016 and 31 December 2016, respectively. The current rent payable on the office premise and employee accommodation leases is S\$11,000 per month and S\$3,000 per month respectively.

The leases have no renewal option or contingent rent provision included in the contracts.

The disclosure of the above items for the financial years ended 31 December 2015 and 2014 have been restated pursuant to the Special Audit (Note 21(f)).

18 Operating segments

Following the completion of the Special Audit (Note 21) and the relevant adjustments as set out in Note 21, the financial impact of the PRC subsidiaries on the Group's financial statements are effectively zeroed. As at 31 December 2015 and 31 December 2014, the Group only has a single segment, being the corporate segment relating to Company's operation in Singapore, Hence, segmental information is not separately disclosed.

19 Financial risk management objectives and policies

The Group has documented financial risk management policies. These policies set out the Group's overall business strategies and risk management philosophy. The Group is exposed to financial risks arising from its operations and the use of financial instruments. The key financial risks include credit risk, liquidity risk, interest rate risk, foreign currency risk and market price risk. The Group's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise adverse effects from the unpredictability of financial markets on the Group's financial performance.

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19 Financial risk management objectives and policies (cont'd)

The Group's risk management policies are established to identify and analyse the risks faced by the Group, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Group's activities. The Group, through its training and management standards and procedures, aims to develop a disciplined and constructive control environment in which all employees understand their roles and obligations.

There has been no change to the Group's exposure to these financial risks or the manner in which it manages and measures the risks.

The Group does not hold or issue derivative financial instruments for trading purposes or to hedge against fluctuations in interest rates and foreign exchange.

(a) Credit risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the Group to incur a financial loss.

The Group's objective is to seek continual growth while minimising losses incurred due to increased credit risk exposure.

The Group evaluates whether there is any objective evidence that trade and other receivables are impaired, and determines the amount of impairment loss as a result of the inability of the debtors to make required payments. The Group bases the estimates on the ageing of the receivable balances, creditworthiness of the debtors and historical write-off experience. If the financial conditions of the debtors were to deteriorate, actual write-offs would be higher than estimated.

In determining the recoverability of trade and other receivables, the Group considers any change in the credit quality of the trade and other receivables from the date credit was initially granted up to the end of the reporting period.

The Group establishes an allowance for impairment that represents its estimate of incurred losses in respect of trade and other receivables. The main components of this allowance are a specific loss component that relates to individually significant exposures.

An allowance account in respect of trade and other receivables is used to record impairment losses unless the Group is satisfied that no recovery of the amount owing is possible. When the financial asset is considered irrecoverable, the carrying amount of the impaired financial asset is written off against the amount standing in the allowance account or the profit or loss in the absence of such allowance account.

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19 Financial risk management objectives and policies (cont'd)

(a) Credit risk (cont'd)

Exposure to credit risk

As the Group and the Company do not hold any collateral, the maximum exposure to credit risk for each class of financial instruments is the carrying amount of that class of financial instruments presented on the statements of financial position.

The Group's and the Company's major classes of financial assets are bank in bank and trade and other receivables. Cash is placed with established financial institutions with good credit standing. Further details of credit risks on trade and other receivables are disclosed in Note 11.

The Group and the Company have minimal exposure to credit risk.

(b) Liquidity risk

Liquidity risk is the risk that the Group and the Company will encounter difficulties meeting commitments associated with financial instruments that are settled by delivering cash or another financial asset. Liquidity risk may also result from an inability to sell a financial asset quickly at close to its fair value.

The Group's and the Company's exposure to liquidity risk arises primarily due to losses incurred which depleted their cash balances.

The Group's and the Company's financial liabilities comprising other payables and accruals with contractual undiscounted cash flows approximating the carrying amount mature in less than one year.

The Group and the Company ensure that there are adequate funds to meet all its obligations in a timely manner. The Group and the Company maintain sufficient level of cash and cash equivalents to meet its working capital requirements and, if required, seek indulgences from their creditors to delay payment of sum due to them.

The risk relating to going concern of the Group and the Company are disclosed in Note 3(b).

(c) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of the Group's and the Company's financial instruments will fluctuate because of changes in market interest rates.

The Group and the Company have minimal exposure to interest rate risk as the trade and other receivables, cash at bank and other payables are not interest-bearing.

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19 Financial risk management objectives and policies (cont'd)

(d) Foreign currency risk

Currency risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates. Currency risk arises when transactions are denominated in foreign currencies.

The Group and the Company have minimal exposure to foreign currency as the trade and other receivables, cash at bank and other payables and accruals are primarily denominated in Singapore Dollar.

(e) Market price risk

Price risk is the risk that the value of a financial instrument will fluctuate due to changes in market prices.

The Group and the Company do not hold any quoted or marketable financial instruments, hence, are not exposed to any movement in market prices.

(f) Fair values

The carrying amount of financial assets and liabilities with a maturity of less than one year is assumed to approximate their fair values.

The Group and the Company do not anticipate that the carrying amounts recorded at the end of the financial year would be significantly different from the values that would eventually be received or settled.

The face value less any estimated credit adjustments for financial assets and liabilities with a maturity of less than one year, comprising trade and other receivables, cash and cash equivalents, and other payables and accruals, are assumed to approximate their fair values.

20 Capital management

The Group's and the Company's objectives when managing capital are:

- (a) to safeguard the Group's and the Company's abilities to continue as going concern;
- (b) to support the Group's and the Company's stability and growth;
- (c) to provide capital for the purpose of strengthening the Group's and the Company's risk management capabilities; and
- (d) to provide an adequate return to shareholders.

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20 Capital management (cont'd)

The Group and the Company actively and regularly review and manage their capital structure to ensure optimal capital structure and shareholder returns, taking into consideration the future capital requirements of the Group and the Company, their capital efficiencies, prevailing and projected performance, projected operating cash flows, projected capital expenditures and projected strategic investment opportunities. The Group and the Company currently do not adopt any formal dividend policy.

There were no changes in the Group's and the Company's approach to capital management during the financial year.

The Group and the Company monitor capital using a gearing ratio, which is net debt divided by total capital and net debt. Net debt comprises other payables and accruals, less cash and cash equivalents. Total capital represents equity attributable to owners of the Company less the PRC subsidiaries' statutory common reserve.

	Group and Company	
	31	31
	December	December
	2015	2014
	S\$'000	S\$'000
	Restated	Restated
Net debt	288	18
Total capital and net debt	64	99
Gearing ratio	4.50	0.18

The disclosure of the above items for the financial years ended 31 December 2015 and 31 December 2014 have been restated pursuant to the Special Audit (Note 21(f)).

21 Restatement of financial statements and comparative figures

- (a) On 10 February 2017, the Company engaged Moore Stephens LLP Chartered Accountants of Singapore ("**Moore Stephens**") to verify and confirm the cash balances of the Company's wholly-owned subsidiaries in the PRC, namely Kai Yuan and SKY Tianjin (collectively referred to herein as the "**PRC Subsidiaries**") (the "**Verification**").
- (b) Pursuant to the Verification, although the management accounts of Kai Yuan provided to the Company shows that as at 31 December 2016 Kai Yuan should have a cash balance of RMB 44,633,800, Moore Stephens has provided to the Company bank statements from Renqiu City Rural Credit Union – Chang Yang Dian Branch (任丘市农村信用合作联社长洋淀分社) showing that Kai Yuan's bank account only has a cash balance of RMB 186 and RMB 166 as at 31 December 2016 and 12 February 2017 respectively (the "**Matter**").

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21 Restatement of financial statements and comparative figures (cont'd)

- (c) On 23 October 2017, the Company announced the appointment of Moore Stephens LLP (“**MSLLP**”) as the special auditor to conduct an independent review into the circumstances surrounding the Matter and the state of financial affairs of the Group (the “**Special Audit**”). MSLLP will, amongst others:
- (i) investigate the irregularities in the cash and bank balances reported by Moore Stephens and also investigate the credit and debit entries in the bank accounts of the PRC Subsidiaries; and
 - (ii) identify and investigate any other questionable matters and transactions other than those mentioned in item (i) above, including without limitation, the acquisition of drilling equipment as announced by the Company on 20 June 2014, the proposed acquisition of 57.64% of Hongkong New Wing Energy Development Company Limited (“**HK New Wing**”) as announced by the Company on 12 January 2015 and the acquisition of second hand drilling equipment and machines as announced by the Company on 31 August 2015.
- (d) On 18 May 2022, the Company announced that MSLLP completed its work submitted its Report (the “**Special Audit Report**”). An executive summary of the Special Audit Report was released with the said announcement.
- (e) Pursuant to the Special Audit Report, certain adjustments were made to the audited Original Financial Statements of the Group and Company as at and for the financial year ended 31 December 2015.

Consequentially, the comparatives for the financial year ended and as at 31 December 2015, being 31 December 2014, were also restated.

The adjustments relating to the financial statements of the Group and Company as at and for the financial year ended 31 December 2015 (“**FY2015**”) and 31 December 2014 (“**FY2014**”) are collectively referred to herein as the “**Adjustments**”.

- (f) Summary of Adjustments arising from the Special Audit Report and the Limitations on the Group’s financial statements are as follows:
- (i) The plant and equipment, being oil drilling machines and equipment. motor vehicles. renovation and office equipment, purportedly owned by SKY Tianjin with a net book value of S\$8,092,000 and S\$75,152,000 as at 31 December 2015 and 31 December 2014 respectively, including those purportedly purchases during FY2015 and FY2014 amounting to S\$10,534,000 and S\$39,942,000 respectively did not appear to be valid transactions. Accordingly, this resulted in adjustments amounting to S\$8,092,000 and S\$75,152,000 for FY2015 and FY2014 respectively.

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21 Restatement of financial statements and comparative figures (cont'd)

- (f) Summary of Adjustments arising from the Special Audit Report and the Limitations on the Group's financial statements are as follows (cont'd):
- (ii) As a result of the above adjustments, the Group's revenue in form of rental income from such oil drilling machines and equipment amounting to S\$11,371,000 and S\$19,742,000 for FY2015 and FY2014 respectively were reversed. Accordingly, the associated depreciation recorded in cost of service amounting to S\$7,956,000 and S\$12,360,000 for FY2015 and FY2014 respectively, S\$2,360,000 and S\$57,924,000 of impairment loss on plant and equipment and allowance for unreturned equipment for FY2015 previously charged to the consolidated statement of comprehensive income as other expenses were also reversed.
 - (iii) The PRC Subsidiaries' other income in form of interest income from cash and cash equivalents amounting to S\$363,000 and S\$1,094,000 for FY2015 and FY2014 respectively and S\$22,000 of gain of loss of disposal of subsidiaries for FY2015, administrative expenses amounting to S\$12,817,000 (including depreciation of S\$10,774,000) and S\$1,600,000 (including depreciation of S\$14,000) for FY2015 and FY2014 respectively were reversed in view that there is a lack of evidence to support such alleged transactions.
 - (iv) The PRC subsidiaries' deferred tax liability amounting to S\$3,002,000 and S\$3,036,000 as at 31 December 2015 and 31 December 2014 respectively, the PRC subsidiaries' deferred tax assets of S\$855,000 as at 31 December 2014 and the PRC subsidiaries' income tax payable to the PRC Tax Authority amounting S\$835,000 as at 31 December 2014 were reversed as there is a lack of evidences of such sum being payable or claimable. Accordingly, income tax expenses relating to PRC subsidiaries amounting to S\$726,000 and S\$2,326,000 for FY2015 and FY2014 respectively were also reversed.
 - (v) Due to the Limitations, the loss from discontinued operations net of tax relating to Tian Yuan amounting to S\$363,000 and S\$28,000 for FY2015 and FY2014 respectively were reversed.
 - (vi) Pursuant to the Special Audit and/or the Limitations, the results and statements of financial position of all the PRC subsidiaries were written down to zero value as at 1 January 2014 (Note 10), the currency translation differences on consolidation for FY2015 and FY2014 amounting to S\$4,351,000 and S\$2,923,000 respectively were reversed.

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21 Restatement of financial statements and comparative figures (cont'd)

- (f) Summary of Adjustments arising from the Special Audit Report and the Limitations on the Group's financial statements are as follows (cont'd):
- (vii) In relation to trade and other receivables:
- SKY Tianjin's trade receivables purportedly relating to the lease of oil drilling machines and equipment, which did not appear to be valid transactions, amounting to S\$7,187,000 and S\$521,000 as at 31 December 2015 and 31 December 2014 respectively, including the related impairment of S\$7,187,000 (charged to other expenses) for FY2015, were reversed;
 - the purportedly first payment for the proposed acquisition of HK New Wing amounting to S\$59,099,000 and S\$57,824,000 as at 31 December 2015 and 31 December 2014 respectively were found to be fictitious and reversed accordingly;
 - Input Value-Added Tax ("VAT") amounting to S\$7,184,000 and S\$6,074,000 as at 31 December 2015 and 31 December 2014 respectively, purportedly arising from the purchase of plant and equipment net of output VAT arising from the rental income were reversed as a results of (i) and (ii) above; and
 - Other receivables relating to the PRC subsidiaries amounting to S\$51,000 and S\$107,000 as at 31 December 2015 and 31 December 2014 respectively and S\$14,000 of other deposits as at 31 December 2014 were reversed as there is a lack of evidence to support such transactions.
- (viii) The cash and cash equivalent amounting to S\$10,378,000 and S\$19,357,000 as at 31 December 2015 and 31 December 2014 respectively purportedly held by the PRC Subsidiaries, which were confirmed by the findings of the Special Audit to be non-existence, were adjusted accordingly.
- (ix) The PRC subsidiaries' purportedly accrued expenses amounting to S\$3,852,000 and S\$4,283,000 as at 31 December 2015 and 31 December 2014 respectively, advances from customers amounting to S\$213,000 as at 31 December 2014, purchase consideration payable for the acquisition of a former subsidiary, being Tian Xi, which relates to payments made by Tian Xi on behalf of the SKY Tianjin and former subsidiary Tian Yuan, in prior years amounting to S\$742,000 as at 31 December 2015 and 31 December 2014 and S\$361,000 of amount due to a former subsidiary (Tian Xi) as at 31 December 2014 were written back as there is a lack of evidence to support such alleged transactions and/or payables.
- (x) The non-controlling interest amounting to S\$3,190,000 as at 31 December 2014 and non-controlling interest's share of comprehensive losses from continued operations amounting to S\$139,000 and S\$42,000 for FY2015 and FY2014 were reversed in view that there is a lack of evidence to support the contributions by the non-controlling interest to Shengkang and Ganghua as well as the non-controlling interest's share in their net assets.

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21 Restatement of financial statements and comparative figures (cont'd)

- (f) Summary of Adjustments arising from the Special Audit Report and the Limitations on the Group's financial statements are as follows (cont'd):
- (xi) The statutory common reserve amounting to S\$3,200,000 and S\$20,560,000 as at 31 December 2015 and 31 December 2014 respectively were reversed as there is a lack of evidences to support the accumulation of profits for the PRC subsidiaries.
 - (xii) Consequently, the above adjustments resulted in adjustments to the exchange fluctuation reserve amounting to S\$12,369,000 and S\$8,157,000 as at 31 December 2015 and 31 December 2014 respectively and S\$61,639,000 and \$118,527,000 of retained earnings was reversed for FY2015 and FY2014 respectively.
- (g) Summary of Adjustments arising from the Special Audit Report and the Limitations on the Company's financial statements are as follows:
- (i) Adjustments amounting to S\$14,017,000 and S\$82,606,000 as at 31 December 2015 and 31 December 2014 respectively were made to the Company's investment in subsidiaries to fully impair such investments.
 - (ii) Adjustments amounting to S\$10,086,000 and S\$10,310,000 as at 31 December 2015 and 31 December 2014 respectively were made to the Company's non-trade receivables due from subsidiaries to write off such balances.
 - (iii) The Company's non-trade payables to subsidiaries amounting to S\$1,499,000 and S\$692,000 as at 31 December 2015 and 31 December 2014 respectively were written-back to as there is no evidence of such payables.
 - (iv) Consequently, the above adjustments resulted in adjustments to the retained earnings amounting to S\$22,604,000 and S\$92,224,000 as at 31 December 2015 and 31 December 2014 respectively.

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21 Restatement of financial statements and comparative figures (cont'd)

(h) Illustration of the impact of Adjustments to the consolidated statement of comprehensive income

<u>2015</u>	Note	Group		
		As previously reported S\$'000	Adjustments S\$'000	Restated S\$'000
Revenue	21(f)(ii)	11,371	(11,371)	-
Cost of services	21(f)(ii)	(7,956)	7,956	-
Gross profit		3,415	(3,415)	-
Other income	21(f)(iii)	412	(385)	27
Administrative expenses	21(f)(iii)	(13,149)	12,817	(332)
Other expenses	21(f)(ii)	(67,471)	67,471	-
Loss before income tax from continuing operations	21(f)(vii)	(76,793)	76,488	(305)
Income tax	21(f)(iv)	(726)	726	-
Loss after income tax from continuing operations		(77,519)	77,214	(305)
Loss from discontinued operations, net of tax	21(f)(v)	(363)	363	-
Loss for the financial year		(77,882)	77,577	(305)
Other comprehensive income after tax:				
<i>Items that are or may be reclassified subsequently to profit or loss</i>				
Currency translation differences on consolidation	21(f)(vi)	4,351	(4,351)	-
Other comprehensive income for the financial year		4,351	(4,351)	-
Total comprehensive loss for the financial year		(73,531)	73,226	(305)
Loss attributable to:				
Owners of the Company				
- Loss from continuing operations, net of tax		(77,519)	77,214	(305)
- Loss from discontinued operations, net of tax		(363)	363	-
		(77,882)	77,577	(305)
Non-controlling interests				
- Loss from continuing operations, net of tax		-	-	-
		(77,882)	77,577	(305)
Total comprehensive loss attributable to:				
Owners of the Company				
- Total comprehensive loss from continuing operations, net of tax		(73,283)	72,978	(305)
- Total comprehensive loss from discontinued operations, net of tax		(387)	387	-
		(73,670)	73,365	(305)
Non-controlling interests				
- Total comprehensive loss from continuing operations, net of tax	21(f)(x)	139	(139)	-
		(73,531)	73,226	(305)

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21 Restatement of financial statements and comparative figures (cont'd)

(h) Illustration of the impact of Adjustments to the consolidated statement of comprehensive income (cont'd)

<u>2014</u>	Note	Group		
		As previously reported S\$'000	Adjustments S\$'000	Restated S\$'000
Revenue	21(f)(ii)	19,742	(19,742)	-
Cost of services	21(f)(ii)	(12,360)	12,360	-
Gross profit		7,382	(7,382)	-
Other income	21(f)(iii)	1,094	(1,094)	-
Administrative expenses	21(f)(iii)	(2,569)	1,600	(969)
Profit/(Loss) before income tax from continuing operations		5,907	(6,876)	(969)
Income tax	21(f)(iv)	(2,326)	2,326	-
Profit/(Loss) after income tax from continuing operations		3,581	(4,550)	(969)
Loss from discontinued operations, net of tax	21(f)(v)	(28)	28	-
Profit/(Loss) for the financial year		3,553	(4,522)	(969)
Other comprehensive income after tax:				
<i>Items that are or may be reclassified subsequently to profit or loss</i>				
Currency translation differences on consolidation	21(f)(vi)	2,923	(2,923)	-
Other comprehensive income for the financial year		2,923	(2,923)	-
Total comprehensive profit/(loss) for the financial year		6,476	(7,445)	(969)
Loss attributable to:				
Owners of the Company				
- Profit/(Loss) from continuing operations, net of tax		3,582	(4,551)	(969)
- Loss from discontinued operations, net of tax		(28)	28	-
		3,554	(4,523)	(969)
Non-controlling interests				
- Loss from continuing operations, net of tax		(1)	1	-
		3,553	(4,522)	(969)
Total comprehensive loss attributable to:				
Owners of the Company				
- Total comprehensive profit/(loss) from continuing operations, net of tax		6,444	(7,413)	(969)
- Total comprehensive loss from discontinued operations, net of tax		(10)	10	-
		6,434	(7,403)	(969)
Non-controlling interests				
- Total comprehensive loss from continuing operations, net of tax	21(f)(x)	42	(42)	-
		6,476	(7,445)	(969)

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21 Restatement of financial statements and comparative figures (cont'd)

(i) Illustration of the impact of Adjustments to the statement of financial position

2015	Note	Group			Company		
		As previously reported S\$'000	Adjustments S\$'000	Restated S\$'000	As previously reported S\$'000	Adjustments S\$'000	Restated S\$'000
ASSETS							
Non-current asset							
Plant and equipment	21(f)(i)	8,093	(8,092)	1	1	-	1
Subsidiaries	21(g)(i)	-	-	-	14,017	(14,017)	-
		8,093	(8,092)	1	14,018	(14,017)	1
Current assets							
Trade and other receivables	21(f)(vii) 21(g)(ii)	66,382	(66,334)	48	10,134	(10,086)	48
Prepayments		16	-	16	16	-	16
Cash and cash equivalents	21(f)(viii)	10,508	(10,378)	130	130	-	130
		76,906	(76,712)	194	10,280	(10,086)	194
Total assets		84,999	(84,804)	195	24,298	(24,103)	195
EQUITY AND LIABILITIES							
Capital and reserves							
Share capital	21(f)(xi)	68,080	-	68,080	68,080	-	68,080
Reserves	21(f)(xii) 21(g)(iv)	8,904	(77,208)	(68,304)	(45,700)	(22,604)	(68,304)
Equity/(Capital deficiency) attributable to owners of the Company		76,984	(77,208)	(224)	22,380	(22,604)	(224)
Total equity		76,984	(77,208)	(224)	22,380	(22,604)	(224)
Non-current liabilities							
Deferred tax liability	21(f)(iv)	3,002	(3,002)	-	-	-	-
Current liabilities							
Other payables and accruals	21(f)(ix) 21(g)(iii)	5,012	(4,594)	418	1,917	(1,499)	418
Current tax payable		1	-	1	1	-	1
		5,013	(4,594)	419	1,918	(1,499)	419
Total liabilities		8,015	(7,596)	419	1,918	(1,499)	419
Total equity and liabilities		84,999	(84,804)	195	24,298	(24,103)	195

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21 Restatement of financial statements and comparative figures (cont'd)

(i) Illustration of the impact of Adjustments to the statement of financial position (cont'd)

2014	Note	Group			Company		
		As previously reported S\$'000	Adjustments S\$'000	Restated S\$'000	As previously reported S\$'000	Adjustments S\$'000	Restated S\$'000
ASSETS							
Non-current asset							
Plant and equipment	21(f)(i)	75,154	(75,152)	2	2	-	2
Subsidiaries	21(g)(i)	-	-	-	82,606	(82,606)	-
Deferred tax asset	21(f)(iv)	855	(855)	-	-	-	-
		<u>76,009</u>	<u>(76,007)</u>	<u>2</u>	<u>82,608</u>	<u>(82,606)</u>	<u>2</u>
Current assets							
Trade and other receivables	21(f)(vii)						
Prepayments	21(g)(ii)	64,616	(64,540)	76	10,386	(10,310)	76
Cash and cash equivalents	21(f)(viii)	22	-	22	22	-	22
		<u>19,761</u>	<u>(19,357)</u>	<u>404</u>	<u>404</u>	<u>-</u>	<u>404</u>
		<u>84,399</u>	<u>(83,897)</u>	<u>502</u>	<u>10,812</u>	<u>(10,310)</u>	<u>502</u>
Total assets		<u>160,408</u>	<u>(159,904)</u>	<u>504</u>	<u>93,420</u>	<u>(92,916)</u>	<u>504</u>
EQUITY AND LIABILITIES							
Capital and reserves							
Share capital	21(f)(xi)	68,080	-	68,080	68,080	-	68,080
Reserves	21(f)(xii)						
	21(g)(iv)	79,245	(147,244)	(67,999)	24,225	(92,224)	(67,999)
Equity attributable to owners of the Company		<u>147,325</u>	<u>(147,244)</u>	<u>81</u>	<u>92,305</u>	<u>(92,224)</u>	<u>81</u>
Non-controlling interests	21(f)(x)	3,190	(3,190)	-	-	-	-
Total equity		<u>150,515</u>	<u>(150,434)</u>	<u>81</u>	<u>92,305</u>	<u>(92,224)</u>	<u>81</u>
Non-current liabilities							
Deferred tax liability	21(f)(iv)	3,036	(3,036)	-	-	-	-
Current liabilities							
Other payables and Accruals	21(f)(ix)						
	21(g)(iii)	6,021	(5,599)	422	1,114	(692)	422
Current tax payable	21(f)(iv)	836	(835)	1	1	-	1
		<u>6,857</u>	<u>(6,434)</u>	<u>423</u>	<u>1,115</u>	<u>(692)</u>	<u>423</u>
Total liabilities		<u>9,893</u>	<u>(9,470)</u>	<u>423</u>	<u>1,115</u>	<u>(692)</u>	<u>423</u>
Total equity and liabilities		<u>160,408</u>	<u>(159,904)</u>	<u>504</u>	<u>93,420</u>	<u>(92,916)</u>	<u>504</u>