



PART I: INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS

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

| | | Group | | | | | |
|--|---------|-----------------|----------------|--------------|-----------------|-----------------|--------------|
| | | Quarter Ended | | + / (-) % | Half Year Ended | | + / (-) % |
| | | 30/9/2015 | 30/9/2014 | | 30/9/2015 | 30/9/2014 | |
| | | S\$'000 | S\$'000 | S\$'000 | S\$'000 | | |
| Revenue | 1(a)(1) | 87,075 | 60,656 | 43.6 | 184,140 | 126,671 | 45.4 |
| Other operating income | | 2,739 | 354 | 673.7 | 4,597 | 1,081 | 325.3 |
| | | <u>89,814</u> | <u>61,010</u> | 47.2 | <u>188,737</u> | <u>127,752</u> | 47.7 |
| Changes in inventories of finished goods | 1(a)(1) | (5,539) | (7,708) | (28.1) | 3,656 | (10,026) | nm |
| Purchase of goods | 1(a)(1) | (56,898) | (38,447) | 48.0 | (143,913) | (90,041) | 59.8 |
| Staff costs | | (10,379) | (8,040) | 29.1 | (20,715) | (15,332) | 35.1 |
| Depreciation | | (7,988) | (1,628) | 390.7 | (16,298) | (3,234) | 404.0 |
| Other operating expenses | 1(a)(2) | (18,153) | (10,120) | 79.4 | (27,920) | (21,425) | 30.3 |
| Loss from operations | | <u>(9,143)</u> | <u>(4,933)</u> | 85.3 | <u>(16,453)</u> | <u>(12,306)</u> | 33.7 |
| Finance income | 1(a)(3) | 246 | 3 | 8,100.0 | 260 | 202 | 28.7 |
| Finance expense | 1(a)(4) | (5,218) | (4,382) | 19.1 | (13,747) | (10,455) | 31.5 |
| Net finance expense | | <u>(4,972)</u> | <u>(4,379)</u> | 13.5 | <u>(13,487)</u> | <u>(10,253)</u> | 31.5 |
| Loss before income tax | | <u>(14,115)</u> | <u>(9,312)</u> | 51.6 | <u>(29,940)</u> | <u>(22,559)</u> | 32.7 |
| Income tax (expense)/credit | | (51) | (19) | 168.4 | (55) | 11 | nm |
| Loss for the period | | <u>(14,166)</u> | <u>(9,331)</u> | 51.8 | <u>(29,995)</u> | <u>(22,548)</u> | 33.0 |
| Attributable to: | | | | | | | |
| Owners of the Company | | (16,925) | (9,168) | 84.6 | (34,948) | (21,937) | 59.3 |
| Non-controlling interests | | 2,759 | (163) | nm | 4,953 | (611) | nm |
| Loss for the period | | <u>(14,166)</u> | <u>(9,331)</u> | 51.8 | <u>(29,995)</u> | <u>(22,548)</u> | 33.0 |

For information:

| | S\$ million | S\$ million | S\$ million | S\$ million |
|--|-------------|-------------|-------------|-------------|
| (1) Non-cash expenses | | | | |
| Depreciation | 8.0 | 1.6 | 16.3 | 3.2 |
| Unrealised foreign exchange losses | 1.6 | - | 2.9 | 2.3 |
| Amortisation of transaction cost | - | - | 1.8 | - |
| Accretion of notional interest expense on Scheme liabilities | 1.1 | 3.4 | 4.3 | 8.2 |
| | <u>10.7</u> | <u>5.0</u> | <u>25.3</u> | <u>13.7</u> |
| (2) Other Scheme related expenses | | | | |
| Legal and professional fees relating to Scheme | 0.3 | 0.3 | 0.6 | 0.4 |
| Scheme interest expense | 0.9 | 0.7 | 1.9 | 1.5 |
| | <u>1.2</u> | <u>1.0</u> | <u>2.5</u> | <u>1.9</u> |
| (3) Others | | | | |
| Expansion of Indonesia operation | 3.0 | - | 4.7 | - |
| Loss from the disposal of investment in a subsidiary | - | - | 0.5 | - |
| Legal and professional fees relating to fund raising | 0.2 | 0.1 | 0.7 | 0.4 |
| | <u>3.2</u> | <u>0.1</u> | <u>5.9</u> | <u>0.4</u> |

Excluding items (1) to (3) above, the group profit would be S\$0.9 million for Q2FY2016 and S\$3.7 million for 1HFY2016.

nm - denotes 'not meaningful'



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

| | Group | | | | | |
|--|-----------------|----------------|--------------|-----------------|-----------------|--------------|
| | Quarter Ended | | + / (-) % | Half Year Ended | | + / (-) % |
| | 30/9/2015 | 30/9/2014 | | 30/9/2015 | 30/9/2014 | |
| | S\$'000 | S\$'000 | | S\$'000 | S\$'000 | |
| Loss for the period | (14,166) | (9,331) | 51.8 | (29,995) | (22,548) | 33.0 |
| Other comprehensive income | | | | | | |
| <i>Items that are or may be reclassified subsequently to profit or loss :-</i> | | | | | | |
| Translation differences relating to financial statements of foreign subsidiaries | (1,576) | (194) | 712.4 | (1,936) | (686) | 182.2 |
| Other comprehensive income for the period, net of income tax | (1,576) | (194) | 712.4 | (1,936) | (686) | 182.2 |
| Total comprehensive income for the period, net of tax | (15,742) | (9,525) | 65.3 | (31,931) | (23,234) | 37.4 |
| Total comprehensive income attributable to: | | | | | | |
| Owners of the Company | (18,117) | (9,242) | 96.0 | (36,515) | (22,516) | 62.2 |
| Non-controlling interests | 2,375 | (283) | nm | 4,584 | (718) | nm |
| Total comprehensive income for the period | (15,742) | (9,525) | 65.3 | (31,931) | (23,234) | 37.4 |

nm - denotes 'not meaningful'

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

Notes to the Income Statement

Note 1(a)(1)

| | Group | | | |
|--|---------------|-----------|-----------------|-----------|
| | Quarter Ended | | Half Year Ended | |
| | 30/9/2015 | 30/9/2014 | 30/9/2015 | 30/9/2014 |
| | S\$'000 | S\$'000 | S\$'000 | S\$'000 |
| Gross profit: | | | | |
| Revenue | 87,075 | 60,656 | 184,140 | 126,671 |
| Changes in inventories of finished goods | (5,539) | (7,708) | 3,656 | (10,026) |
| Purchase of goods | (56,898) | (38,447) | (143,913) | (90,041) |
| Gross profit | 24,638 | 14,501 | 43,883 | 26,604 |
| Gross profit margin | 28.3% | 23.9% | 23.8% | 21.0% |

Note 1(a)(2)

| | Group | | | |
|--|---------------|-----------|-----------------|-----------|
| | Quarter Ended | | Half Year Ended | |
| | 30/9/2015 | 30/9/2014 | 30/9/2015 | 30/9/2014 |
| | S\$'000 | S\$'000 | S\$'000 | S\$'000 |
| Other operating expenses include: | | | | |
| Net realised and unrealised exchange losses | 1,695 | 99 | 2,931 | 2,034 |
| Allowance for doubtful receivables made/(written back) | 17 | (16) | 17 | 16 |
| Allowance for inventory obsolescence made/(written back) | 81 | 31 | (197) | (792) |
| Amortisation of trademark | 15 | 15 | 29 | 29 |
| Loss/(gain) on disposal of property, plant and equipment | - | 154 | (751) | 115 |
| Loss on disposal of subsidiary | - | - | 547 | - |

Note 1(a)(3)

| | Group | | | |
|--|---------------|-----------|-----------------|-----------|
| | Quarter Ended | | Half Year Ended | |
| | 30/9/2015 | 30/9/2014 | 30/9/2015 | 30/9/2014 |
| | S\$'000 | S\$'000 | S\$'000 | S\$'000 |
| Finance income include interest income from: | | | | |
| Bank deposits | 246 | 3 | 260 | 149 |
| Others | - | - | - | 53 |
| | 246 | 3 | 260 | 202 |

Note 1(a)(4)

| | Group | | | |
|--|---------------|-----------|-----------------|-----------|
| | Quarter Ended | | Half Year Ended | |
| | 30/9/2015 | 30/9/2014 | 30/9/2015 | 30/9/2014 |
| | S\$'000 | S\$'000 | S\$'000 | S\$'000 |
| Finance expense | | | | |
| Interest expense paid/payable on: | | | | |
| Term loans, bills payable & trust receipts | 4,122 | 993 | 9,365 | 2,236 |
| Finance lease liabilities | 21 | 16 | 39 | 33 |
| | 4,143 | 1,009 | 9,404 | 2,269 |
| Accretion of interest expense: | | | | |
| - Sustainable debt | (717) | 1,826 | 1,064 | 3,607 |
| - RCBs - loan component | 1,792 | 1,547 | 3,279 | 4,579 |
| | 1,075 | 3,373 | 4,343 | 8,186 |
| | 5,218 | 4,382 | 13,747 | 10,455 |



1(b)(i). A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

| | Note | Group | | Company | |
|---|---------|----------------------|----------------------|----------------------|----------------------|
| | | 30/9/2015 S\$'000 | 31/3/2015 S\$'000 | 30/9/2015 S\$'000 | 31/3/2015 S\$'000 |
| Non-current assets | | | | | |
| Property, plant and equipment | | 628,510 | 642,328 | 430 | 403 |
| Investment properties | | 10,477 | 10,360 | - | - |
| Subsidiaries | | - | - | 29,674 | 19,885 |
| Intangible assets: | | | | | |
| Goodwill on consolidation | | 262 | 262 | - | - |
| Trademarks and rights | | 9,480 | 9,509 | - | - |
| Intangible assets | 1(b)(1) | 33,166 | - | - | - |
| Deferred tax assets | | 2,199 | 2,362 | - | - |
| Unsecured loan to a subsidiary | | - | - | 89,900 | 89,900 |
| | | 684,094 | 664,821 | 120,004 | 110,188 |
| Current assets | | | | | |
| Inventories | | 56,102 | 52,446 | - | - |
| Trade and other receivables | 1(b)(2) | 78,735 | 72,795 | 80,320 | 72,283 |
| Cash and cash equivalents | 1(c)(1) | 23,215 | 26,181 | 51 | 39 |
| Assets held for sale | | - | 384 | - | - |
| | | 158,052 | 151,806 | 80,371 | 72,322 |
| Total assets | | 842,146 | 816,627 | 200,375 | 182,510 |
| Equity | | | | | |
| Share capital | | 171,929 | 168,751 | 171,929 | 168,751 |
| Reserves | | (127,389) | (90,874) | (284,014) | (275,658) |
| Equity attributable to owners of the Company | | 44,540 | 77,877 | (112,085) | (106,907) |
| Non-controlling interests | 1(b)(3) | 111,885 | 46,372 | - | - |
| Total equity | | 156,425 | 124,249 | (112,085) | (106,907) |
| Non-current liabilities | | | | | |
| Borrowings | 1(b)(5) | 159,906 | 161,746 | 70,578 | 70,456 |
| Derivative financial liabilities | | 976 | 976 | 1,073 | 1,073 |
| Deferred tax liabilities | | 41,323 | 41,307 | - | - |
| | | 202,205 | 204,029 | 71,651 | 71,529 |
| Current liabilities | | | | | |
| Trade and other payables | 1(b)(4) | 181,899 | 185,875 | 91,579 | 69,556 |
| Borrowings | 1(b)(5) | 301,305 | 302,045 | 149,230 | 148,332 |
| Provisions | 1(b)(6) | 309 | 353 | - | - |
| Current tax payable | | 3 | 2 | - | - |
| Liabilities held for sale | | - | 74 | - | - |
| | | 483,516 | 488,349 | 240,809 | 217,888 |
| Total liabilities | | 685,721 | 692,378 | 312,460 | 289,417 |
| Total equity and liabilities | | 842,146 | 816,627 | 200,375 | 182,510 |



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

| | Group | | | |
|--|------------------|------------------|------------------|------------------|
| | 30/9/2015 | | 31/3/2015 | |
| | <u>Secured</u> | <u>Unsecured</u> | <u>Secured</u> | <u>Unsecured</u> |
| | S\$'000 | S\$'000 | S\$'000 | S\$'000 |
| Borrowings payable in one year or less, or on demand | 299,205 | 2,100 | 299,862 | 2,183 |
| Borrowings repayable after one year | 57,533 | 102,373 | 55,909 | 105,837 |

Details of any collateral

Secured financial liabilities comprise:

- (i) Bank loans of S\$27.2 million are secured against the trade receivables and inventories of a subsidiary; and other bank borrowings of S\$7.7 million are secured by legal mortgages on subsidiaries' leasehold and freehold properties.
- (ii) Hire purchase of S\$1.5 million is secured by a charge over motor vehicles.
- (iii) Term Loan of S\$125.0 million is secured by legal mortgage on a subsidiary's leasehold property.

Under the terms of the Scheme, the total amount due to Scheme Creditors is to be secured by a fixed and floating charge over all assets of the Company, subject to any prior rights of other creditors. The substantial shareholders of the Company had also provided personal guarantees for the unsecured borrowings amounting to S\$39.3 million.

Scheme Creditors

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

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

Following the resolution of a disputed debt and crystallisation of certain disputed debts, the Company had, pursuant to the terms of the Scheme, subsequently issued new RCBs to Scheme Creditors on 3 April 2013 and 14 May 2014 respectively. As at 31 March 2014, the Company had issued a total aggregate RCBs of face value amounting to S\$155,142,000 (from RCBs of face value amounting \$139,634,000 issued on 3 April 2013).

On 17 April 2014, the Company made an offer to each Scheme creditor to convert a number of RCBs into the Company's new ordinary shares ("Dilution Shares") at a conversion price of S\$0.14 in the Company by way of a first dilution exercise (the "First Dilution Exercise") in accordance with the Scheme Terms.

In accordance with the Bondholders' exercising of their rights under the First Dilution Exercise to convert the RCBs entitled for the conversion of Dilution Shares, the Company had, on 14 May 2014 (the First Dilution Date), issued 20,285,041 Dilution Shares which were quoted on the SGX-ST on 15 May 2014. As a result, the RCBs issued to Scheme Creditors were reduced by a face value amounting to S\$2,840,000 (being the face value of the RCBs being converted to the Company's new ordinary shares as a result of the First Dilution Exercise) on 14 May 2014. As such, the total amount of RCBs with a total face value amounting S\$152,302,000 were issued to Scheme Creditors (instead of S\$155,142,000) in exchange for those issued previously on the same terms.

On 20 March 2015, Scheme Creditors gave their approval to the extension of the date of repayment of the Sustainable Debt by up to one year.

On 17 April 2015, the Company made an offer to each Scheme Creditor to convert a number of RCB into the Company's new ordinary shares ("Dilution Shares") at a conversion price of S\$0.15 in the Company by way of a second dilution exercise (the "Second Dilution Exercise") in accordance with the Scheme Terms. On 14 May 2015 ("Second Dilution Date"), 35 bondholders had exercised their rights to convert their RCBs into Dilution Shares. On the Second Dilution Date, 21,187,159 Dilution Shares (representing approximately 2.07% of the enlarged issued share capital of the Company) were issued and quoted on the SGX-ST on 15 May 2015.

Notes to the Balance Sheet

Note 1(b)(1) Intangible assets

As announced on 7 May 2015, the Company has completed the transfer of certain businesses from PT Electronic Solution Indonesia and the acquisition of the assets of PT Elok Surya Indonesia and PT Elektronik Sukses Indonesia (collectively, the "Acquisition"). Intangible assets amounting to S\$33.2 million represents the excess consideration for the acquisition and the fair value of the net assets acquired arising from the Group's provisional assessment in accordance with the requirements of *FRS 103 Business Combinations*.



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Note 1(b)(2) Trade and other receivables

Trade and other receivables include:

| | Group | | Company | |
|---|---------------|---------------|---------------|---------------|
| | 30/9/2015 | 31/3/2015 | 30/9/2015 | 31/3/2015 |
| | S\$'000 | S\$'000 | S\$'000 | S\$'000 |
| Trade receivables | 26,562 | 45,595 | 88 | 143 |
| Deposits, prepayments and other receivables | 51,404 | 26,658 | 720 | 465 |
| Tax recoverable | 769 | 542 | 289 | 289 |
| Amounts due from subsidiaries | - | - | 79,223 | 71,386 |
| | 78,735 | 72,795 | 80,320 | 72,283 |

Decrease in trade receivable was mainly due to repayment of trade debts in Indonesia.

Deposits, prepayment and other receivables increase mainly due to increase in prepaid operating expenses. advance payment to suppliers, suppliers' rebates and other receivables in Indonesia.

Note 1(b)(3) Non-controlling interests

Increase in non-controlling interests is mainly due to subscription of shares in Singapore and Indonesia subsidiaries.

Note 1(b)(4) Trade and other payables

Trade and other payables include:

| | Group | | Company | |
|-------------------------------|----------------|----------------|---------------|---------------|
| | 30/9/2015 | 31/3/2015 | 30/9/2015 | 31/3/2015 |
| | S\$'000 | S\$'000 | S\$'000 | S\$'000 |
| Trade payables | 46,599 | 35,307 | - | - |
| Accrued operating expenses | 114,627 | 126,248 | 59,498 | 49,025 |
| Deposits from customers | 2,929 | 5,463 | - | - |
| Advance payments by customers | 389 | 1,340 | - | - |
| Other payables | 16,755 | 16,178 | 4,168 | 8,248 |
| Amount due to a director | 600 | 1,339 | 600 | - |
| Amounts due to subsidiaries | | | | |
| - Trade | - | - | 1,137 | 1,099 |
| - Non-trade | - | - | 26,176 | 11,184 |
| | 181,899 | 185,875 | 91,579 | 69,556 |

Trade payables increased due mainly to purchases of inventories for Indonesia operation.

Note 1(b)(5) Borrowings

Non-current

Amounts due to Scheme Creditors :

| | Group | | Company | |
|--|----------------|----------------|---------------|---------------|
| | 30/9/2015 | 31/3/2015 | 30/9/2015 | 31/3/2015 |
| | S\$'000 | S\$'000 | S\$'000 | S\$'000 |
| - RCBs - loan component | 55,188 | 55,087 | 70,578 | 70,455 |
| Secured bank loans | 1,504 | - | - | - |
| Unsecured bank loans | 273 | 537 | - | - |
| Unsecured loans from non-controlling shareholders of a subsidiary (Note a) | 87,100 | 90,300 | - | - |
| Bondholders' loans (Note b) | 15,000 | 15,000 | - | - |
| Finance lease liabilities | 841 | 822 | - | 1 |
| | 159,906 | 161,746 | 70,578 | 70,456 |

Current

Amounts due to Scheme Creditors :

| | Group | | Company | |
|---|----------------|----------------|----------------|----------------|
| | 30/9/2015 | 31/3/2015 | 30/9/2015 | 31/3/2015 |
| | S\$'000 | S\$'000 | S\$'000 | S\$'000 |
| - Sustainable debts (Crystallised) | 83,960 | 83,283 | 84,987 | 84,474 |
| - RCBs - loan component (Uncrystallised) | 57,811 | 57,424 | 64,238 | 63,850 |
| Secured bank overdrafts | 141,771 | 140,707 | 149,225 | 148,324 |
| Secured bank loans | 1,132 | 1,487 | - | - |
| Secured term loan (non-bank) | 32,682 | 35,905 | - | - |
| Unsecured bank loans | 123,210 | 121,419 | - | - |
| Unsecured loans from non-controlling shareholders of a subsidiary | 429 | 413 | - | - |
| of a subsidiary | 1,000 | 914 | - | - |
| Bills payable and trust receipts | 671 | 856 | - | - |
| Finance lease liabilities | 410 | 344 | 5 | 8 |
| | 301,305 | 302,045 | 149,230 | 148,332 |

Note:

- a Decrease due to capitalisation of loan into share capital by the non-controlling shareholders of a subsidiary.
- b These relate to loans extended to a subsidiary of the Company (to develop the Big Box) by Bondholders. The loans are unsecured and bears interest at 10.0% per annum.

Note 1(b)(6) Provisions

Provisions for:

| | Group | | Company | |
|------------|------------|------------|-----------|-----------|
| | 30/9/2015 | 31/3/2015 | 30/9/2015 | 31/3/2015 |
| | S\$'000 | S\$'000 | S\$'000 | S\$'000 |
| Warranties | 309 | 353 | - | - |
| | 309 | 353 | - | - |



1(c). A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

| | Group | | | |
|---|---------------|-----------|-----------------|-----------|
| | Quarter Ended | | Half Year Ended | |
| | 30/9/2015 | 30/9/2014 | 30/9/2015 | 30/9/2014 |
| | S\$'000 | S\$'000 | S\$'000 | S\$'000 |
| Cash flows from operating activities | | | | |
| Loss for the period | (14,166) | (9,331) | (29,995) | (22,548) |
| Adjustments for: | | | | |
| Allowance for doubtful receivables made/(written back) | 17 | (16) | 17 | 16 |
| Allowance for inventory obsolescence made/(written back) | 81 | 31 | (197) | (792) |
| Depreciation and amortisation | 8,003 | 1,643 | 16,327 | 3,263 |
| Exchange loss, unrealised | 1,564 | (34) | 2,921 | 2,276 |
| Inventories written back | 89 | 270 | 87 | 195 |
| Finance expense | 5,218 | 4,382 | 13,747 | 10,455 |
| Finance income | (246) | (3) | (260) | (202) |
| Income tax expense/(credit) | 51 | 19 | 55 | (11) |
| Loss on disposal of subsidiary | - | - | 547 | - |
| Loss/(gain) on disposal of property, plant and equipment | - | 154 | (751) | 115 |
| Operating cash flow before working capital changes | 611 | (2,885) | 2,498 | (7,233) |
| Changes in working capital: | | | | |
| Inventories | 3,405 | 7,235 | (6,247) | 8,579 |
| Trade and other receivables | 700 | 329 | (770) | (9,724) |
| Trade and other payables | (1,634) | (4,800) | 2,856 | (1,064) |
| Bills payable and trust receipts | (89) | (2,151) | (134) | (3,934) |
| Deposits and advance payments from customers | (427) | 576 | (3,485) | (1,931) |
| Provisions | (147) | (14) | (26) | (49) |
| Cash generated from/(used in) operations | 2,419 | (1,710) | (5,308) | (15,356) |
| Income tax paid | (154) | (75) | (259) | (42) |
| Interest paid on bills payable and trust receipts | (3) | (18) | (18) | (37) |
| Interest income received | 246 | 3 | 260 | 202 |
| Net cash generated from/(used in) operating activities | 2,508 | (1,800) | (5,325) | (15,233) |
| Cash flows from investing activities | | | | |
| Proceeds from disposal of property, plant and equipment | 849 | 44 | 1,575 | 302 |
| Purchase of property, plant and equipment | (3,259) | (49,968) | (1,065) | (81,371) |
| Acquisition of subsidiary, net of cash acquired | (7,031) | - | (44,430) | - |
| Net cash (used in)/generated from investing activities | (9,441) | (49,924) | (43,920) | (81,069) |
| Cash flows from financing activities | | | | |
| Contribution from non-controlling interests | - | - | 57,881 | - |
| Restricted bank deposits | (1,165) | 365 | (56) | (3,058) |
| Interest paid on borrowings | (4,140) | (991) | (9,386) | (2,232) |
| Payment of obligations under finance leases | (57) | (41) | (154) | (210) |
| Proceeds from obligations under finance leases | 133 | 57 | 253 | 306 |
| Advance/(Repayment) of loans from directors | 600 | - | (739) | - |
| Proceeds from loan from non-controlling shareholder of a subsidiary | - | - | 85 | - |
| Proceeds from issuance of ordinary shares | - | - | - | 25,348 |
| Proceeds from interest-bearing borrowings | - | 48,250 | 1,560 | 107,250 |
| Repayment of borrowings | (500) | (308) | (2,681) | (609) |
| Net cash (used in)/generated from financing activities | (5,129) | 47,332 | 46,763 | 126,795 |
| Net (decrease)/increase in cash and cash equivalents | (12,062) | (4,392) | (2,482) | 30,493 |
| Effect of foreign exchange rate changes on balances held in foreign currencies | (55) | (335) | (185) | (384) |
| Cash and cash equivalents at beginning of the period | 23,196 | 51,312 | 13,746 | 16,476 |
| Cash and cash equivalents at end of the period | 11,079 | 46,585 | 11,079 | 46,585 |
| Note 1(c)(1) Cash and cash equivalents (net) include: | | | | |
| Cash at bank and in hand | 21,567 | 24,502 | 21,567 | 24,502 |
| Fixed deposits with financial institutions | 1,648 | 28,704 | 1,648 | 28,704 |
| Cash and cash equivalents in the balance sheet | 23,215 | 53,206 | 23,215 | 53,206 |
| Bank overdrafts | (1,132) | (1,986) | (1,132) | (1,986) |
| Restricted bank deposits | (11,004) | (4,635) | (11,004) | (4,635) |
| Cash and cash equivalents in the statement of cash flows | 11,079 | 46,585 | 11,079 | 46,585 |



1(d)(i). A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

Statement of Changes in Equity

| <u>Group</u> | <u>Share capital</u> | <u>Capital reserves</u> | <u>Fair value and revaluation reserves</u> | <u>Foreign currency translation reserves</u> | <u>Accumulated losses</u> | <u>Total attributable to Owners of the Company</u> | <u>Non-controlling interests</u> | <u>Total equity</u> |
|--|----------------------|-------------------------|--|--|---------------------------|--|----------------------------------|---------------------|
| (S\$'000) | | | | | | | | |
| At 1 April 2015 | 168,751 | 121 | 177,476 | (28,319) | (240,152) | 77,877 | 46,372 | 124,249 |
| Total comprehensive income for the period | - | - | - | (375) | (18,023) | (18,398) | 2,209 | (16,189) |
| Transactions with owners, recorded directly in equity | | | | | | | | |
| Contributions by owners | | | | | | | | |
| Issuance of new shares upon RCBs conversion | 3,178 | - | - | - | - | 3,178 | - | 3,178 |
| Change in ownership interest in a subsidiary | | | | | | | | |
| Change in ownership interest in a subsidiary | - | 20,482 | - | - | - | 20,482 | 39,665 | 60,147 |
| At 30 June 2015 | 171,929 | 20,603 | 177,476 | (28,694) | (258,175) | 83,139 | 88,246 | 171,385 |
| Total comprehensive income for the period | - | - | - | (1,192) | (16,925) | (18,117) | 2,375 | (15,742) |
| Change in ownership interest in a subsidiary | | | | | | | | |
| Change in ownership interest in a subsidiary | - | (20,482) | - | - | - | (20,482) | 21,264 | 782 |
| At 30 September 2015 | 171,929 | 121 | 177,476 | (29,886) | (275,100) | 44,540 | 111,885 | 156,425 |
| At 1 April 2014 | 140,563 | 121 | 101,300 | (29,276) | (188,218) | 24,490 | 25,968 | 50,458 |
| Total comprehensive income for the period | - | - | - | (505) | (12,769) | (13,274) | (435) | (13,709) |
| Transactions with owners, recorded directly in equity | | | | | | | | |
| Contributions by owners | | | | | | | | |
| Issuance of new shares upon RCBs conversion | 2,840 | - | - | - | - | 2,840 | - | 2,840 |
| Issuance of new shares | 25,348 | - | - | - | - | 25,348 | - | 25,348 |
| At 30 June 2014 | 168,751 | 121 | 101,300 | (29,781) | (200,987) | 39,404 | 25,533 | 64,937 |
| Total comprehensive income for the period | - | - | - | (74) | (9,168) | (9,242) | (283) | (9,525) |
| At 30 September 2014 | 168,751 | 121 | 101,300 | (29,855) | (210,155) | 30,162 | 25,250 | 55,412 |



TT International Limited
Unaudited Financial Statements for the Second Quarter and Half Year Ended 30 September 2015

| <u>Company</u> | <u>Share capital</u> | <u>Capital reserves</u> | <u>Accumulated losses</u> | <u>Total equity</u> |
|--|----------------------|-------------------------|---------------------------|---------------------|
| (S\$'000) | | | | |
| At 1 April 2015 | 168,751 | 121 | (275,779) | (106,907) |
| Total comprehensive income for the period | - | - | (5,642) | (5,642) |
| Transactions with owners, recorded directly in equity | | | | |
| Contributions by owners | | | | |
| Issuance of new shares upon RCBs conversion | 3,178 | - | - | 3,178 |
| At 30 June 2015 | 171,929 | 121 | (281,421) | (109,371) |
| Total comprehensive income for the period | - | - | (2,715) | (2,715) |
| At 30 September 2015 | 171,929 | 121 | (284,136) | (112,086) |
| At 1 April 2014 | 140,563 | 121 | (247,263) | (106,579) |
| Total comprehensive income for the period | - | - | (5,602) | (5,602) |
| Transactions with owners, recorded directly in equity | | | | |
| Contributions by owners | | | | |
| Issuance of new shares upon RCBs conversion | 2,840 | - | - | 2,840 |
| Issuance of new shares | 25,348 | - | - | 25,348 |
| At 30 June 2014 | 168,751 | 121 | (252,865) | (83,993) |
| Total comprehensive income for the period | - | - | (4,571) | (4,571) |
| At 30 September 2014 | 168,751 | 121 | (257,436) | (88,564) |

1(d)(ii). Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

| | No of ordinary Shares | Share Capital S\$'000 |
|---|-----------------------|--------------------------|
| At start of the period | 1,004,126,542 | 168,751 |
| Issuance of new shares upon RCBs conversion during the period | 21,187,159 | 3,178 |
| At end of the period | 1,025,313,701 | 171,929 |

Issuance of new ordinary shares during the first half year of FY2016

(1) Pursuant to an offer on 17 April 2015 to each Scheme creditor to convert a number of RCBs into the Company's new ordinary shares ("Dilution Shares") at a conversion price of S\$0.15 in the Company by way of a second dilution exercise (the "Second Dilution Exercise") in accordance with the Scheme Term, 21,187,159 Dilution Shares were issued on 14 May 2015.

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

| | Company | |
|------------------------|----------------------|------------------|
| | No. of Shares | |
| | 30/9/2015 | 31/3/2015 |
| Issued ordinary shares | 1,025,313,701 | 1,004,126,542 |

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

Not applicable.

2. Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.

The figures have not been audited nor reviewed by the auditors.

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

Not applicable.



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

The Group has applied the same accounting policies and methods of computation in the financial statements for the current reporting period as that of the audited financial statements for the year ended 31 March 2015. Financial Reporting Standards ("FRS") which became effective for the Group's financial period beginning 1 April 2015 are:

- FRS 108 Operating Segments;
- FRS 16 Property, Plant and Equipment
- FRS 38 Intangible Assets
- FRS 24 Related Party Disclosures

The adoption of these amended FRSs did not have a material impact on the Group financial statements.

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

Not applicable.

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

| | Group | | | |
|---|---------------|-----------|-----------------|-----------|
| | Quarter Ended | | Half Year Ended | |
| | 30/9/2015 | 30/9/2014 | 30/9/2015 | 30/9/2014 |
| | | | Cents | Cents |
| Earning per ordinary share for the period calculated based on profit attributable to Owners of the Company: | | | | |
| (i) Based on the weighted average number of ordinary shares on issue | (1.66) | (0.91) | (3.43) | (2.18) |
| (ii) On a fully diluted basis | (1.66) | (0.91) | (3.43) | (2.18) |

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

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

| | Group | | Company | |
|------------------------------------|-----------|-----------|-----------|-----------|
| | 30/9/2015 | 31/3/2015 | 30/9/2015 | 31/3/2015 |
| | | | Cents | Cents |
| Net asset value per ordinary share | 4.34 | 7.76 | (10.93) | (10.65) |

The net asset value per ordinary share as at 30 September 2015 was calculated based on 1,025,313,701 ordinary shares in issue. The net asset value per ordinary share as at 31 March 2015 was calculated based on 1,004,126,542 ordinary shares in issue.

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:

- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and
- (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

Second quarter ended 30 September 2015 versus second quarter ended 30 September 2014

For the quarter ended 30 September 2015, the group recorded revenue of S\$87.1 million (a 43.6% increase), gross profit of S\$24.6 million (a 69.9% increase), and loss from operations of S\$9.1 million, as compared to the previous corresponding period ended 30 September 2014, which recorded revenue, gross profit and loss from operations amounting to S\$60.7 million, S\$14.5 million and S\$4.9million respectively.

Higher revenue and gross profit was mainly attributed to commencement of operations in BIG BOX and business expansion in Indonesia, improve gross profit margin of 4.4% to 28.3% in Q2FY2016, from 23.9% in Q2FY2015.

The Group reported loss for the period of S\$14.2 million in Q2FY2016 mainly due to:

| | S\$ million |
|---|-------------|
| (i) Non-cash expenses such as depreciation, unrealised exchange loss and accretion of interests on Scheme liabilities | 10.7 |
| (ii) Other Scheme-related expenses such as interests and professional fees | 1.2 |
| (iii) Legal and professional fee relating to fund raising | 0.2 |
| (iv) Expansion of Indonesia operation | 3.0 |
| Total | 15.1 |

Excluding the effects of these items, the Group would have recorded a net profit of S\$0.9 million for Q2FY2016.



First half year ended 30 September 2015 versus first half year ended 30 September 2014

For the first half year ended 30 September 2015 (1HFY2016), the group recorded revenue of S\$184.1 million, gross profit of S\$43.9 million and loss from operations of S\$16.5 million, as compared to the previous corresponding period ended 30 September 2014 (1HFY2015), which recorded revenue, gross profit and loss from operations amounting to S\$126.7 million, S\$26.6 million and S\$12.3 million respectively. A 45.4% increase in revenue and 64.9% increase in gross profit.

Higher revenue and gross profit was mainly attributed to commencement of operations in BIG BOX and business expansion in Indonesia, improve gross profit margin of 2.8% to 23.8% in 1HFY2016, from 21.0% in 1HFY2015.

The Group reported loss for the period of S\$30.0 million in 1HFY2016 mainly due to:

| | S\$ million |
|---|--------------------|
| (i) Non-cash expenses such as depreciation, unrealised exchange loss and accretion of interests on Scheme liabilities | 25.3 |
| (ii) Other Scheme-related expenses such as interests and professional fees | 2.5 |
| (iii) One-off non-recurring loss from the disposal of investment in a subsidiary | 0.5 |
| (iv) Legal and professional fee relating to fund raising | 0.7 |
| (v) Expansion of Indonesia operation | 4.7 |
| Total | <u>33.7</u> |

Excluding the effects of these items, the Group would have recorded a net profit of S\$3.7 million for 1HFY2016.

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

Not applicable.

10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

The Group's operating environment remains challenging against a backdrop of a soft retail industry, increasing pressures arising from strong SGD against weak regional currencies which lead to rising costs across geographical regions, as well as manpower tightening policies in Singapore.

The Group currently owns and operates 100 stores in six countries: Singapore, Indonesia, Brunei, Cambodia, Myanmar and Taiwan. The Group intends to increase its total Asian retail network within the next few years.

The commencement of BIG BOX operations as well as the expansion of its Indonesian operations will contribute positively to the Group's financial performance in the long run. This will enable the Company to explore various options to discharge the Scheme of Arrangement in the near future.

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

11. Dividend

(a) Period ended 30 September 2015

Any dividend declared for the current financial period reported on?

None

(b) Period ended 30 September 2014

Any dividend declared for the corresponding period of the immediately preceding financial year?

None

(c) Date payable

Not applicable

(d) Books closure date

Not applicable

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

No dividend has been declared or recommended for the period ended 30 September 2015.

13. If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

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



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

The Board of Directors hereby confirms that, to the best of its knowledge, nothing has come to its attention which may render the unaudited financial statements for the period ended 30 September 2015 to be false or misleading in any material aspect.

15. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1).

A confirmation has been provided

BY ORDER OF THE BOARD

Koh Sock Tin
Company Secretary

Date: 14 November 2015