BRITISH AND MALAYAN TRUSTEES LIMITED

SECOND QUARTER FINANCIAL STATEMENT FOR THE PERIOD ENDED 31 DECEMBER 2015

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

Unaudited Second Quarter results for the period ended 31 December 2015

	2nd Quarter 1 Oct 2015 to 31 Dec 2015 S$'000	2nd Quarter 1 Oct 2014 to 31 Dec 2014 S$'000	% Increase/ (Decrease)	Year to Date 1 Jul 2015 to 31 Dec 2015 S$'000	Year to Date 1 Jul 2014 to 31 Dec 2014 S$'000	% Increase/ (Decrease)
Revenue	617	673	(8)	1,207	1,256	(4)
Interest Income	16	17	(6)	30	35	(14)
Dividend Income	38	67	(43)	75	156	(52)
Rental Income	-	-	NA	-	-	NA
Other Income	20	25	(20)	44	85	(48)
Gain on sale of available for sale	-	-	NA	0	588	(100)
Total Revenue	691	782	(12)	1,356	2,120	(36)
Employee Benefits Expense	(658)	(702)	(6)	(1,383)	(1,417)	(2)
Depreciation Expenses	(47)	(45)	4	(92)	(89)	3
Net foreign Exchange gain / (loss)	(2)	5	(140)	4	7	(43)
Other Expenses	(376)	(445)	(16)	(736)	(832)	(12)
(Loss) Before Tax	(392)	(405)	(3)	(851)	(211)	303
Income Tax Expense	(3)	-	NA	(4)	-	NA
(Loss) for the Financial Period	(395)	(405)	(2)	(855)	(211)	305
Other Comprehensive Income:						
Net Gain / (Loss) on Available-For-Sale Assets	(7)	165		(156)	(402)	
Other Comprehensive Income / (loss) for the Financial Period	(7)	165		(156)	(402)	
Total Comprehensive (Loss) for the Financial Period	(402)	(240)		(1,011)	(613)	
Earnings per share (Dollars per share)						
(i) Based on weighted average number of ordinary shares in issue	(0.05)	(0.05)		(0.10)	(0.02)	
(ii) On a fully diluted basis	(0.05)	(0.05)		(0.10)	(0.02)	

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

	31.12.2015 S$'000	30.06.2015 S$'000
Non-Current Assets		
Property, plant and equipment	3,457	3,502
Current Assets		
Cash and short term deposits	8,840	12,039
Trade and other receivables	349	1,029
Prepayments	177	217
Available-for-sale financial assets	2,201	2,356
	11,567	15,641
Total Assets	15,024	19,143
Current Liabilities		
Advance trustee services billings	-	332
Other liabilities	706	1,055
Income tax payable	-	-
	706	1,387
Non-Current Liability		
Deferred tax liability	4	4
Total Liabilities	710	1,391
Net Assets	**14,314**	**17,752**
Equity attributable to equity holders of the Company		
Share capital	2,737	2,737
Fair value reserve	1,169	1,325
Retained earnings	10,408	13,690
	14,314	**17,752**

Note:
Equity securities are valued using closing bid prices obtained from pricing services and corporate bonds are valued using broker quotes. Changes in fair values of these investments are recorded in equity until their subsequent disposal, at which time the cumulative gain or loss previously recorded in equity will be included in the income statement for the period. When there is objective evidence that one of these investments is impaired, the cumulative loss that has been recognised directly in the fair value reserve is removed from the fair value within equity and recognised in the income statement. The cumulative loss is measured as the difference between the acquisition cost and the current fair value, less any impairment loss on that investment previously recognised in the income statement.

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

Amount repayable in one year or less, or on demand

As at 31.12.2015		As at 30.06.2015	
Secured	Unsecured	Secured	Unsecured
-	-	-	-

Amount repayable after one year

As at 31.12.2015		As at 30.06.2015	
Secured	Unsecured	Secured	Unsecured
-	-	-	-

Details of any collateral
N.A.

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

	2nd Quarter 1 Oct 2015 to 31 Dec 2015 S$'000	2nd Quarter 1 Oct 2014 to 31 Dec 2014 S$'000	Year to Date 1 Jul 2015 to 31 Dec 2015	Year to Date 1 Jul 2014 to 31 Dec 2014
CASH FLOWS FROM OPERATING ACTIVITIES				
Net loss before tax	(392)	(405)	(851)	(211)
Adjustments for:				
Amortisation of deferred trustee revenue	-	-	-	-
Depreciation of property, plant and equipment	47	45	92	89
Interest income	(16)	(17)	(30)	(35)
Dividend income	(38)	(67)	(75)	(156)
Gain on sale of available-for-sale financial assets	-	-	-	(588)
Operating cash flow before changes in working capital	(399)	(444)	(864)	(901)
Changes in working capital:				
(Increase)/ Decrease in trade and and other receivables and prepayments	570	77	720	178
Increase /(Decrease) in trade and other payables and advance trustee services bi	(420)	(236)	(684)	(437)
Cash flow used in operating activities	(249)	(603)	(828)	(1,160)
Income tax paid	(3)	(3)	(3)	(33)
Net cash flows used in operating activities	(252)	(606)	(831)	(1,193)
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of property, plant and equipment	(20)	(11)	(47)	(87)
Purchase of available-for-sale financial assets	-	(20)	-	(20)
Proceeds from available-for-sale	-	-	-	1,220
Interest received	16	17	30	35
Dividends received	38	67	75	156
Net cash flows generated from investing activities	34	53	58	1,304
CASH FLOWS FROM FINANCING ACTIVITY				
Dividends paid	(2,426)	(1,112)	(2,426)	(1,112)
Net cash flows used in financing activity	(2,426)	(1,112)	(2,426)	(1,112)
Net decrease in cash and cash equivalents	(2,644)	(1,665)	(3,199)	(1,001)
Cash and cash equivalents at beginning of quarter	11,484	12,052	12,039	11,388
Cash and cash equivalents at the end of quarter	**8,840**	**10,387**	**8,840**	**10,387**

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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 SHAREHOLDERS' EQUITY					
	Share Capital $'000	Capital Reserve $'000	Fair Value Reserve $'000	Retained Profits $'000	Total $'000
Balance at 1 July 2015	2,737	-	1,325	13,690	17,752
Net profit	-	-	-	(461)	(461)
Other comprehensive income	-		(149)	-	(149)
Transfer to capital reserve	-	-	-	-	-
Balance at 30 September 2015	2,737	-	1,176	13,229	17,142
Net profit	-	-	-	(395)	(395)
Other comprehensive income	-	-	(7)	-	(7)
Final dividends- 2015	-	-	-	(2,426)	(2,426)
Balance at 31 December 2015	2,737	-	1,169	10,408	14,314
Balance at 1 July 2014	2,737	6,666	3,158	7,495	20,056
Net profit	-	-	-	193	193
Other comprehensive income	-		(567)	-	(567)
Transfer to capital reserve	-	588	-	(588)	-
Final dividends - 2013	-	-	-	-	-
Balance at 30 September 2014	2,737	7,254	2,591	7,100	19,682
Net profit	-	-	-	(405)	(405)
Other comprehensive income	-	-	165	-	165
Final dividends- 2014	-		-	(1,112)	(1,112)
Balance at 31 December 2014	2,737	7,254	2,756	5,583	18,330

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 at end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

N.A.

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 preceding year

The total number of issued shares as at 31 December 2015 and 30 June 2015 was 8,758,080

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

N/A

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 our auditors.

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

N.A.

4 Interested Person Transactions

The Company does not have a general mandate from shareholders for Interested Person Transactions.

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

The same accounting policies and methods of computation have been applied.

6 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.

N.A

7 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.

	QUARTER		YEAR TO DATE	
	2Q 2016	2Q 2015	31.12.2015	30.06.2015
Earnings per ordinary share for the period based on operating profit after tax attributable to members of the company after deducting any provision for preference dividends:				
(i) Based on weighted average number of ordinary shares in issue during the financial period.	(0.05)	(0.05)	(0.10)	0.09
(ii) On a fully diluted basis	(0.05)	(0.05)	(0.10)	0.09

8 Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the :-
(a) current financial period reported on; and
(b) immediately preceding financial year.

	31.12.2015	30.06.2015
Net asset value per ordinary share based on issued capital at the end of the financial period/year.	1.63	2.03

9 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.

Review of the quarter

For the quarter ended 31 December 2015, the Company's total revenue was $691,000 compared to $782,000 in the corresponding quarter. This is a decline of 12% that can be accounted for by the maturity of a number of corporate trust financing transactions and lower dividend income from available for sale assets. For the quarter ,the Company incurred an operating loss before tax of $392,000 compared with an operating loss before tax of $405,000 in the corresponding quarter of 2014. The improvement in profitability is due to lower staff and other costs incurred.

Review of the half-year

For the half-year ended 31 December 2015,the Company's total revenue was $1,356,000. This was 36% lower than the corresponding half-year (31 December 2014: $2,120,000) .The decrease was due to the sale in the corresponding period of one of the Company's available for sale assets on which the Company reported a gain on sale of $588,000 and is reflected as other income. On a normalised basis i.e. excluding the sale, revenue decreased by 11% ($1,356,000 compared to $1,532,000). The decline in revenue is mainly attributable to the maturity of a number of corporate trust financing transactions and lower dividend income from available for sale assets.

For the half-year ended 31 December 2015, the Company incurred an operating loss before tax of $851,000 compared with an operating loss before tax of $211,000 in the corresponding half-year. On a like for like basis, after adjusting for the sale of the available for sale asset above, the result for the half-year ended 31 December 2015 will be an operating loss of $851,000 compared with an operating lossbefore tax of $799,000 in the corresponding period.The decline in profitablility is due to lower revenue as outlined above and partially offset by lower staff and other costs incurred.

Balance Sheet analysis

Net assets have declined to $14,314,000 from $17,752,000 over the reporting period. The decrease is due to the payment of the company's final ordinary and special dividend totalling $2,426,000 and the company's operating loss for the half year. Notwithstanding the decline in net assets we believe our strong balance sheet with cash and cash equivalents of $8,840,000, representing 59% of total assets,will work to our advantage as well as provide our clients and business partners the comfort level it carries as we enter what we see as a challenging year for the Singapore economy.

Cash flow analysis

The company's cash position over the half-year has declined from $12,039,000 to $8,840,000. This decline is due to the payment of the company's final ordinary and special dividend totalling $2,426,000 and the company's operating loss for the half-year.

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

The current period are generally in line with the prospect statement disclosed in the results announcement for the financial period ended 30 June 2015.

11 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 of the group in the next reporting and the next 12 months.

The Company expects to be profitable and grow in the calendar year 2017 based on current projections.

12 Dividend

(a) Current Financial Period Report on:

Any dividend declared for the current financial period reported on?	Yes
Name of Dividend	Interim
Dividend Type	Cash
Dividend amount per share in cents	1.50 cents per ordinary share
Tax rate	Tax Exempt

(b) Corresponding Period of the immediately preceding financial year

Any dividend declared for the corresponding period of the immediately preceeding financial year?	Yes
Name of Dividend	Interim
Dividend Type	Cash
Dividend amount per share in cents	1.50 cents per ordinary share
Tax rate	Tax Exempt

(c) Date payable : 11 March 2016

(d) Books closure date : 23 February 2016 to 26 February 2016

Registrable Transfers received by the Company up to 5.00pm on 22 February 2016 will be registered before entitlements to the dividend are determined.

Notice is hereby given that the Transfer Books and the Register of Members will be closed from 23 February 2016 to 26 February 2016, both dates inclusive, for the purpose of determining the shareholders' entitlement to the interim dividend. Duly completed transfers received by the Company at 1 Coleman Street #08-01 The Adelphi Singapore 179803 up to 5.00pm on 22 February 2016 will be registered for entitlement to the interim dividend.

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

Other than interim dividend, no other dividend has been declared / recommended for the period ended 31 December 2015.

14 Statement Pursuant to SGX Listing Rule 705(5) of the Listing Manual

The Directors confirm that, to the best of their knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited interim financial results of British and Malayan Trustees Limited for the quarter ended 31 December 2015, to be false or misleading in any material respect.
On behalf of the Board of Directors.

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)

Yes

BY ORDER OF THE BOARD

PAUL PAVEY / ANGELA HO
COMPANY SECRETARIES
11 February 2016