ASIA-PACIFIC STRATEGIC INVESTMENTS LIMITED

(Company Reg. No. 200609901H)

Financial Statements And Related Announcement for the First Quarter Ended 30September 2014

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

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

	Note	1st Qtr Ended 30/09/2014 RM'000	1st Qtr Ended 30/09/2013 RM'000	Increase/ (decrease) %
Continuing operations				
Revenue		47	47	-
Cost of sales		-	-	n.m.
Gross profit		47	47	-
Other gains, net		1,435	160	796.9
General and administrative expenses		(1,723)	(1,230)	40.1
Loss before income tax		(241)	(1,023)	(76.4)
Income tax credit		-	-	n.m.
Loss from continuing operations		(241)	(1,023)	(76.4)
Discontinued operations	A			
Profit from discontinued operations		521	480	8.5
Total comprehensive income/(loss), representing total profit/(loss)	B	280	(543)	n.m.

n.m. = Not meaningful.

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, Stamford Corporate Services Pte Ltd (the "Sponsor"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("SGX-ST"). The Sponsor had not independently verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement including the correctness of any statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr Ng Joo Khin.
Telephone number: 6389 3000. Email: jookhin.ng@stamfordlaw.com.sg

1(a)(ii) Notes to statement of comprehensive income

A. Discontinued operations and disposal group classified as held-for-sale:

The Company entered into a conditional sale and purchase agreement (the "SPA") with Heng Aik Koon (the "Purchaser") on 4 July 2014 for the sale of the entire issued and paid-up capital of HMS Capital Sdn Bhd ("HMSC"), a wholly-owned subsidiary of the Company, for a cash consideration of RM10.7 million. In compliance with FRS105 *Non-Current Assets Held for Sale and Discontinued Operations*, the entire assets and liabilities of HMSC are classified as a disposal group held-for-sale on the consolidated balance sheet, and the entire results of HMSC are presented separately in the statement of comprehensive income as 'Discontinued Operations' since the financial year ended 30 June 2014.

B. The net loss is determined after crediting/(charging) the following:

	Note	1st Qtr Ended 30/09/2014 RM'000	30/09/2013 RM'000	Increase/ (decrease) %
Interest income:				
- Bank balances	(i)	129	88	46.6
Reversal of allowance for impairment of trade and other receivables	(ii)	-	300	n.m.
Interest expenses:				
- Bank borrowings	(iii)	(19)	(37)	(48.6)
Depreciation of property, plant and equipment	(iv)	(11)	(80)	(86.3)
Operating lease expenses		(244)	(242)	0.8
Foreign exchange (loss)/gain	(v)	(589)	131	n.m.
Investment Income:				
- Fair value gain on financial assets held for trading	(vi)	1,238	-	n.m.
- Gain on disposal/redemption of financial assets held for trading	(vi)	410	-	n.m.
- Dividend income	(vi)	300	-	n.m.

n.m. = Not meaningful.

Note (i)

Higher interest income in 1QFY15 was in line with the increase in average deposits placed with the banks.

Note (ii)

There was no reversal of allowance for impairment of trade and other receivables in 1QFY15.

Note (iii)

Lower interest expenses in 1QFY15 were due mainly to lower bank guarantee fees charged by the bank.

Note (iv)

Lower depreciation was due to the cessation of depreciation of HMSC group's property, plant and equipment pursuant to the provisions of FRS 105.

Note (v)

Exchange loss in 1QFY15 was mainly foreign exchange loss from revaluation of financial assets and financial liabilities. The increase in exchange loss was in line with the weakening of foreign currencies against the reporting currency, Malaysian Ringgit, during 1QFY15.

Note (vi)

Fair value gain, gain on disposal/redemption of financial assets and dividend income were derived from the financial assets held for trading.

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

	Group		Company	
	30/09/2014	**30/06/2014**	**30/09/2014**	**30/06/2014**
	RM'000	RM'000	RM'000	RM'000
ASSETS				
Current assets				
Cash and bank balances	18,776	39,680	18,776	39,680
Financial assets, at fair value through profit or loss	34,482	25,584	34,482	25,584
Other receivables	3,830	2,995	3,830	2,995
Other current assets	390	346	390	346
	57,478	68,605	57,478	68,605
Assets of disposal group classified as held-for-sale	77,837	74,425	16,133	13,651
	135,315	143,030	73,611	82,256
Non-current asset				
Property, plant and equipment	97	93	97	93
	97	93	97	93
Total assets	135,412	143,123	73,708	82,349
LIABILITIES				
Current liabilities				
Other payables	435	456	435	456
Bank overdraft	-	17,803	-	17,803
Current income tax liabilities	39	41	39	41
	474	18,300	474	18,300
Liabilities directly associated with disposal group classified as held-for-sale	26,889	26,097	-	-
	27,363	44,397	474	18,300
Net assets	108,049	98,726	73,234	64,049
EQUITY				
Capital and reserves attributable to equity holders of the Company				
Share capital	337,720	328,677	337,720	328,677
Restructuring reserve	(201,554)	(201,554)	-	-
Accumulated losses	(28,117)	(28,397)	(264,486)	(264,628)
Total equity	108,049	98,726	73,234	64,049

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

Amount repayable in one year or less, or on demand:

	As at 30/09/2014		As at 30/06/2014	
	Secured	**Unsecured**	**Secured**	**Unsecured**
	RM'000	RM'000	RM'000	RM'000
Bank overdraft	-	-	-	17,803

The Group does not have any borrowings or debt securities repayable after one year.

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.

	1stQtr Ended	
	30/09/2014	**30/09/2013**
	RM'000	RM'000
Cash flows from operating activities		
Total profit/(loss)	280	(543)
Adjustments for:		
Depreciation of property, plant and equipment	11	80
Interest expense	19	37
Income tax credit	-	(27)
Interest income	(129)	(88)
Translation differences	2	31
	183	(510)
Changes in working capital		
Inventories and development expenditure	(350)	(376)
Trade and other receivables	(1,704)	(31)
Other current assets	(46)	(83)
Financial assets, at fair value through profit or loss	(8,899)	-
Trade and other payables	791	660
Cash used in operations	(10,025)	(340)
Income tax (paid)/refunded, net	(2)	233
Interest received	129	88
Net cash used in operating activities	(9,898)	(19)
Cash flows from investing activity		
Additions to property, plant and equipment	(374)	(159)
Net cash used in investing activity	(374)	(159)
Cash flows from financing activities		
Proceeds from issuance of new ordinary shares	-	8,844
Share issue expense	-	(384)
Proceeds from exercise of warrants	9,043	2,802
Increase in pledged short-term bank deposits	(87)	(2,500)
Repayment of finance lease liabilities	(20)	(20)
Interest paid	(19)	(37)
Net cash from financing activities	8,917	8,705
Net (decrease)/increase in cash and cash equivalents	(1,355)	8,527
Cash and cash equivalents at beginning of period	27,501	7,820
Effects of currency translation on cash and cash equivalents	(2)	(31)
Cash and cash equivalents at end of period	26,144	16,316

Note to statement of cash flows

A. Cash and cash equivalents

	30/09/2014 RM'000	**30/09/2013** RM'000
Continuing operations:		
Cash and bank balances	18,776	26,703
Less: Pledged short-term bank deposits	-	(10,387)
	18,776	16,316
Discontinued operations:		
Cash and bank balances	21,294	-
Less: Pledged short-term bank deposits	(13,926)	-
	7,368	-
Cash and cash equivalents	26,144	16,316

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 capitalising issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Attributable to equity holders of the Company					
	Share capital RM'000	**Restructuring reserve** RM'000	**Warrant reserve** RM'000	**Foreign currency translation reserve** RM'000	**Accumulated losses** RM'000	**Total** RM'000
Group						
3 months ended 30 September 2014						
Beginning of financial period	328,677	(201,554)	-	-	(28,397)	98,726
Total comprehensive income	-	-	-	-	280	280
Issuance of new ordinary shares pursuant to exercise of warrants	9,043	-	-	-	-	9,043
End of financial period	337,720	(201,554)	-	-	(28,117)	(108,049)
3 months ended 30 September 2013						
Beginning of financial period	269,860	(201,554)	13,429	6	(33,205)	48,536
Total comprehensive loss	-	-	-	-	(543)	(543)
Issuance of new ordinary shares	8,844	-	-	-	-	8,844
Share issue expense	(384)	-	-	-	-	(384)
Issuance of new ordinary shares pursuant to exercise of warrants	2,802	-	-	-	-	2,802
End of financial period	281,122	(201,554)	13,429	6	(33,748)	59,255

	Share capital RM'000	Warrant reserve RM'000	Accumulated losses RM'000	Total equity RM'000
Company				
3 months ended 30 September 2014				
Beginning of financial period	328,677	-	(264,628)	64,049
Total comprehensive income	-	-	142	142
Issuance of new ordinary shares pursuant to exercise of warrants	9,043	-	-	9,043
End of financial period	337,720	-	(264,486)	73,234
3 months ended 30 September 2013				
Beginning of financial period	269,860	13,429	(124,751)	158,538
Total comprehensive loss	-	-	(636)	(636)
Issuance of new ordinary shares	8,844	-	-	8,844
Share issue expense	(384)	-	-	(384)
Issuance of new ordinary shares pursuant to exercise of warrants	2,802	-	-	2,802
End of financial period	281,122	13,429	(125,387)	169,164

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

The movement of the Company's share capital is as follow:

	Number of issued shares
Balance at 1 July 2014	982,031,364
Issuance of new ordinary shares pursuant to the exercise of the 2013 Warrants (as defined herein)	3,675
Issuance of new ordinary shares pursuant to the exercise of the 2014 Warrants (as defined herein)	177,397,403
Balance at 30 September 2014	1,159,432,442

The Company does not have any treasury shares as at 30 September 2014.

The number of shares that may be issued on conversion of the Company's outstanding warrants as at the end of the financial period is as follows:

	30/09/2014	30/09/2013
- Warrants expired on 16 May 2014 ("2009 Warrants")	-	69,385,269
- Warrants expiring on 16 July 2018 ("2013 Warrants")	4,706,029	13,038,202
- Warrants expiring on 9 December 2014 ("Introducer (MOU) Warrants")	15,740,300	-
- Warrants expiring on 20 March 2017 ("Introducer (SPA) Warrants")	68,220,900	-
- Warrants expiring 6 May 2019 ("2014 Warrants")	421,036,331	-
	509,703,560	82,423,471

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 immediate preceding financial year.

	30/09/2014	30/06/2014
Total number of issued shares excluding treasury shares	1,159,432,442	982,031,364

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

Not applicable.

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

The figures have not been audited or 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 accounting policies and methods of computation are consistent with those applied in the audited financial statements for the financial year ended 30 June 2014, except as disclosed in paragraph 5 below.

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

The Group has adopted all the new and revised Financial Reporting Standards ("FRS") and Interpretation of FRS ("INT FRS") that are relevant to its operations and effective from annual periods beginning on or after 1 July 2014. The adoption of the new/revised FRS and INT FRS did not result in material changes to the Group's or the Company's accounting policies and had no material impact on the results under review. Where applicable, the presentation of the financial information has been amended to comply with these standards.

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.

a) Basic loss per share

	Continuing operations		Discontinued operations		Total	
1st Qtr Ended	**30/09/14**	**30/09/13**	**30/09/14**	**30/09/13**	**30/09/14**	**30/09/13**
Net (loss)/profit attributable to equity holders of the Company (RM'000)	(241)	(1,023)	521	480	280	(543)
Weighted average number of ordinary shares outstanding for basic loss per share ('000)	1,082,716	104,649	1,082,716	104,649	1,082,716	104,649
Basic loss per share (RM sen per share)	(0.02)	(1.0)	0.05	0.5	0.03	(0.5)

b) Diluted loss per share

The Company's dilutive potential ordinary shares are the warrants. However, no diluted loss per share was presented as the exercise of the warrants would result in anti-dilution of loss per share.

7. Net asset value (for the issuer and group) per ordinary share based on issued share capital excluding treasury shares of the issuer at the end of the :-

(a) current financial period reported on; and
(b) immediately preceding financial year.

	Group		**Company**	
	30/09/2014	**30/06/2014**	**30/09/2014**	**30/06/2014**
Net asset value per ordinary share	RM0.09	RM0.10	RM0.06	RM0.07

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.

A. Review of Financial Performance

First Quarter Ended 30 September 2014 ("1QFY15") vs First Quarter Ended 30 September 2013 ("1QFY14")

Revenue

There was no material difference between revenue of RM47,000 reported for 1QFY15 from revenue reported for 1QFY14.

Other gains, net

The increase in other gains, net in 1QFY15 was mainly attributable to the following:

1. An increase in fair value gain on financial assets held for trading of RM1.2 million;
2. An increase in gain on disposal/redemption of financial assets held for trading of RM410,000;
3. An increase in dividend income of RM300,000.

The increase in other gains were partly reduced by a foreign exchange loss of RM589,000.

General and administrative expenses

The higher general and administrative expenses of RM1.7 million reported for 1QFY15 were due mainly to an increase of RM429,000 in professional fees and compliance cost incurred in relation to the corporate exercises as well as higher brokerage cost of RM99,000 in relation to the investments in financial instruments.

Profit from discontinued operations

Despite recording higher revenue and gross profit of RM4.7 million and RM2.7 million respectively in 1QFY15, the Group posted only a marginal increase in net profit, reporting a net profit of RM521,000 in discontinued operations for 1QFY15 as compared with a net profit of RM480,000 in 1QFY14. This was due mainly to an increase in operational expenses by RM325,000 as well as no reversal of allowance for impairment of trade and other receivables being reported for 1QFY15 (while an amount of RM300,000 was reported for 1QFY14).

Net profit

The Group reported a net profit of RM280,000 in 1QFY15 as compared with the net loss of RM543,000 posted in 1QFY14 was due mainly to higher other gains and profit from discontinued operations as mentioned above.

B. Review of Financial Position

Cash and bank balances

The decrease in cash and bank balances was due mainly to net cash used in operating activities for repayment of bank overdraft and investments in financial instruments. The decrease was partly offset by proceeds from exercise of warrants in 1QFY15.

Financial assets, at fair value through profit and loss

The increase in financial assets, at fair value through profit and loss, was mainly attributable to investments in financial instruments to earn higher yield.

Other receivables

The increase in other receivables was mainly due to advance payments to consultants for the technical due diligence carried out in connection to the proposed acquisition of Coeur Gold Armenia Limited.

Bank overdraft

The bank overdraft outstanding as at 30 June 2104 was fully repaid in 1QFY15.

C. Review of Cash Flow

In 1QFY15, the Group recorded a decrease of RM1.4 million in cash and cash equivalents. The decrease was mainly due to the following factors:

1. Net cash used in operating activities of RM9.9 million. This cash outflow resulted primarily from a negative change in working capital of RM10.2 million.
2. Net cash used in investing activity of RM374,000. The cash outflow from investing activity arose from the purchase of property, plant and equipment.
3. Net cash from financing activities. These arose mainly from proceeds from the exercise of warrants.

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

A. Bereavement care business

There has been no significant change in the trends and competitive conditions of the bereavement care business in Malaysia since the last reported period. Subject to the completion of the Proposed HMSC Disposal (as defined herein), the Group intends to continue with its strategy of developing high-end memorial parks and providing quality bereavement care services as well**.** This will enable the Group to remain competitive.

As mentioned in page 2 of this report, the Company has entered into the SPA with the Purchaser for the disposal of the bereavement care business for a cash consideration of RM10.7 million (the "Proposed HMSC Disposal"). The Proposed HMSC Disposal is subject to shareholders' approval in an extraordinary general meeting to be convened.

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B. Proposed Acquisition of Coeur Gold Armenia Ltd

On 25 February 2014, the Company entered into a conditional sale-and-purchase agreement (the "S&P Agreement") with GR Business Holdings Limited whereby the Company will acquire the entire issued and paid-up share capital of Coeur Gold Armenia Limited (the "Target") from GR Business Holdings Limited (the "Proposed Acquisition").

The Target is an investment holding company organised and existing under the laws of the Republic of Seychelles and holds controlling interests in the two companies set out below. The two companies in turn hold mining exploration rights in the Azatek and Sofi Bina Mineral Deposits, Armenia, in respect of gold, silver, antimony and copper:

(a) Vayk Gold LLC ("VGL"), a company incorporated in the Republic of Armenia. The Target holds 80% of the entire issued share capital of VGL; and

(b) Vardani Zartong Ltd ("VZL"), a company registered in the "Meghri" Territorial Subdivision of the State Register Book of Legal Entities of the Republic of Armenia. The Target holds 80% of the entire issued share capital of VZL.

The aggregate consideration payable by the Company in relation to the Acquisition is S$500,000,000, subject to adjustments in accordance with the terms of the S&P Agreement. The consideration shall be payable in the form of 1,347,136,209 new shares of the Company allotted and issued to the Vendor.

The proposed acquisition, if undertaken and completed, is expected to result in a "very substantial acquisition" or reverse takeover of the Company, and is conditional upon approval by the shareholders as well as approval by the SGX-ST.

As announced on 24 October 2014, the Long-Stop date of the S&P Agreement has been extended for another four months to 24 February 2015.

11. Dividend

(a) Current Financial Period Reported On
Any dividend declared for the current financial period reported on?

None.

(b) Corresponding Period of the Immediately Preceding Financial Year
Any dividend declared for the corresponding period of the immediately preceding financial year?

None.

(c) Date payable

Not applicable.

(d) Book closure date

Not applicable.

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

No dividend has been declared for the quarter ended 30 September 2014.

13. If the Group has obtained a general mandate from shareholders for interested person transactions ("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.

No IPT mandate has been obtained for the quarter ended 30 September 2014.

14. Utilisation of Proceeds

A. Share placement completed on 18 May 2012

On 18 May 2012, the Company completed the issuance of 10,000,000 new ordinary shares at S$0.40 per share. The proceeds from the issuance of new shares were initially to be utilised as follows:

	Use of Proceeds	Percentage Allocation (%)
i.	To fund part of the Cash Consideration as defined in the Company's announcement dated 17 April 2012 (the "April Announcement"), being one of the many components of First Consideration to be satisfied by the Company and as provided under paragraph 3.2 of the April Announcement	50 - 70
ii.	To pay for the some of the expenses incurred by the Company in connection with the Proposed Acquisition as defined in the April Announcement	30 -60
iii.	General working capital of the Company	30 - 60

As announced on 31 July 2012 and 24 June 2014, the Company revised the intended use of the proceeds and, as at 30 June 2014, the status in terms of utilisation was as follows:

Use of Proceeds	Actual utilisation S$'000	As a percentage of gross proceeds %	Proposed utilisation ratio %
General working capital	3,816	95.4	96.0*
Expenses in relation to the Proposed Acquisition	159	4.0	4.0*
Share issue expenses	25	0.6	
Total	4,000	100.0	

Note:
* Proposed utilisation ratio as a percentage of net proceeds, after deducting all share issue expenses.

With respect to the S$3,816,000 used for general working capital, the breakdown is as follows:

General working capital – Purpose of utilisation	Percentage utilised (%)
Payment of employee compensation and directors' fees	51.7
Payment of office overheads	26.7
Payment of professional fees and other compliance costs	14.1
Payments to suppliers	7.5
Total	100.0

The use of the proceeds is in accordance with the stated use.

B. Rights cum warrants issue completed on 17 July 2013 ("2013 Rights cum Warrants Issue")

On 17 July 2013, the Company issued 34,670,447 new ordinary shares at S$0.10 per share pursuant to the 2013 Rights cum Warrant Issue. The status in terms of utilisation of proceeds was as follows:

Use of Proceeds	Actual utilisation S$'000	As a percentage of gross proceeds %	Proposed utilisation ratio %
Funding growth and expansion	1,652	47.7	50-70[#]
General working capital	1,651	47.6	30-50[#]
Share issue expenses	164	4.7	
Total	3,467	100.0	

Note:
[#] The proposed utilisation ratio as a percentage of net proceeds, after deducting all share issue expenses.

With respect to the S$1,651,000 used for general working capital, the breakdown was as follows:

General working capital – Purpose of utilisation	Percentage utilised (%)
Payment of employee compensation and directors' fees	42.4
Payment of office overheads	20.0
Payment of professional fees and other compliance costs	8.0
Payment to suppliers	29.6
Total	100.0

The use of proceeds is in accordance with the stated use.

C. Proceeds from exercise of 2013 Warrants

As at 30 September 2014, a total of 33,537,049 of the 2013 Warrants had been exercised and S$1,676,598 had been received by the Group. The Group utilised all the proceeds for general working capital and the breakdown was as follows:

General working capital – Purpose of utilisation	Percentage utilised (%)
Payment of employee compensation and directors' fees	43.3
Payment of office overheads	18.1
Payment of professional fees and other compliance costs	14.5
Payment to suppliers	24.1
Total	100.0

D. Rights cum warrants issue completed on 7 May 2014 ("2014 Rights cum Warrants Issue")

On 7 May 2014, the Company issued 715,210,185 new ordinary shares at S$0.02 per share pursuant to the 2014 Rights cum Warrants issue. The status in terms of utilisation of proceeds was as follows:

Use of Proceeds	Actual utilisation S$'000	As a percentage of gross proceeds %	Proposed utilisation ratio %
Defraying costs and expenses arising from the Proposed Acquisition (as defined herein)	180	1.3	30-70*
Funding growth and expansion	-	-	10-30*
General working capital	858	6.0	10-30*
Share issue expenses	265	1.9	
Total	1,303	9.2	

Note:
* The proposed utilisation ratio as a percentage of net proceeds, after deducting all share issue expenses

With respect to the S$858,000 used for general working capital, the breakdown was as follows:

General working capital – Purpose of utilisation	Percentage utilised (%)
Payment of employee compensation and directors' fees	39.9
Payment of office overheads	7.8
Payment of professional fees and other compliance costs	4.6
Payment to suppliers	47.7
Total	100.0

The use of the proceeds is in accordance with the stated use.

E. Proceeds from exercise of 2014 Warrants

As at 30 September 2014, a total of 294,173,854 of the 2014 Warrants had been exercised and S$5,883,477 has been received by the Group. The Group had not utilised the proceeds as at 30 September 2014.

F. Proceeds from exercise of Introducer (MOU) Warrants

As at 30 September 2014, 12,500,000 Introducer (MOU) Warrants had been exercised and S$1,559,000 had been received by the Group. The Group had not utilised the proceeds as at 30 September 2014.

BY ORDER OF THE BOARD

Lee Keng Mun
Director/Chief Financial Officer
14 November2014

ASIA-PACIFIC STRATEGIC INVESTMENTS LIMITED

(Company Reg. No. 200609901H)

CONFIRMATION BY THE BOARD

We, Dato' Dr. Choo Yeow Ming and Lee Keng Mun, being two of the directors of Asia-Pacific Strategic Investments Limited (the "Company"), do hereby confirm on behalf of the board of directors of the Company that, to the best of our knowledge, nothing has come to the attention of the board of directors of the Company which may render the financial results for the first quarter ended 30 September 2014 to be false or misleading in any material respect.

BY ORDER OF THE BOARD

Dato' Dr. Choo Yeow Ming
Director

Lee Keng Mun
Director

14 November 2014