
**FINANCIAL STATEMENT AND RELATED ANNOUNCEMENT
FOR THE FULL YEAR ENDED 30 JUNE 2014**

Logistics Holdings Limited (the "**Company**") was listed on Catalist of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") on 18 January 2013. The initial public offering of the Company (the "**IPO**") was sponsored by PrimePartners Corporate Finance Pte. Ltd. (the "**Sponsor**" or "**PPCF**").

This announcement has been prepared by the Company and its contents have been reviewed by the Sponsor for compliance with the relevant rules of the SGX-ST. The Sponsor has 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 of the statements or opinions made or reports contained in this announcement.

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BACKGROUND OF THE COMPANY

The Company was incorporated in the Republic of Singapore on 5 October 2012 under the Companies Act (Chapter 50) of Singapore as a private limited company. The Company and its subsidiaries, namely Logistics Construction Pte Ltd and Apex Projects Pte Ltd, were formed pursuant to a restructuring exercise (the "**Restructuring Exercise**") undertaken to streamline and rationalise the group structure prior to the IPO and listing on Catalist of the SGX-ST ("**Catalist**"). Please refer to the Company's Offer Document dated 8 January 2013 for further details on the Restructuring Exercise.

Pursuant to the extraordinary general meeting ("**EGM**") on 10 May 2013, the Company had obtained shareholders' approval for the diversification of the group's existing building construction business to include (a) property construction in ASEAN (including Singapore), China and/or the Australasian countries (the "**Overseas Construction Business**"); and (b) property development and property investment in ASEAN (including Singapore), China and/or the Australasian countries (collectively, the "**Property Business**") (the Overseas Construction Business and the Property Business shall collectively be referred to as the "**New Business**"). Following the EGM, the Company had in May 2013 incorporated a new wholly owned subsidiary, Logistics Investment Pte Ltd. The Company and its subsidiaries, namely Logistics Construction Pte Ltd, Apex Projects Pte Ltd and Logistics Investment Pte Ltd shall be referred to herein as the "**Group**".

The Group has a track record of more than 27 years in the construction business in Singapore and is principally engaged in building construction works as well as supply and installation of furniture / interior fitting-out works in Singapore in which we act primarily as a main contractor for primarily Singapore government and Singapore government-related bodies. As a main contractor, we have undertaken a wide range of building construction works such as excavation, piling, sub-structures and superstructures works, architectural works, aluminium cladding and curtain walling, M&E works, interior fitting-out works, external works and landscaping.

The Company was admitted to the Catalist on 18 January 2013. For the purpose of this announcement, the comparative results of the Group for the full year ended 30 June 2013 ("**FY2013**"), have been prepared on the assumption that the Group structure following the completion of the Restructuring Exercise has been in place since 1 July 2012.

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

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

Statement of Comprehensive Income	Group		Change %
	FY2014 S\$'000	FY2013 S\$'000	
Revenue	114,929	103,410	11.1
Cost of works	(104,629)	(93,310)	12.1
Gross profit	10,300	10,100	2.0
Other income	1,239	846	46.5
Expenses			
Distribution and marketing	(124)	(196)	(36.7)
Administrative	(6,185)	(4,259)	45.2
Finance	(26)	(26)	0.0
	(6,335)	(4,481)	41.4
Profit before tax	5,204	6,465	(19.5)
Income tax expense	(304)	(1,227)	(75.2)
Net profit	4,900	5,238	(6.5)
Other comprehensive income:			
Items that may be reclassified subsequently to profit or loss:			
Currency translation differences arising from consolidation	(2)	-	NM
Total comprehensive income for the year	4,898	5,238	NM
Net profit attributable to:			
Equity holders	4,953	5,238	(5.4)
Non-controlling interest	(53)	-	NM
	4,900	5,238	(6.5)
Total comprehensive income attributable to:			
Equity holders	4,951	5,238	(5.5)
Non-controlling interest	(53)	-	NM
	4,898	5,238	(6.5)

Notes to Consolidated Statement of Comprehensive Income

The Group's profit before tax is arrived at after charging / (crediting):	FY2014 S\$'000	FY2013 S\$'000	Change %
Equipment handling income	(482)	(607)	(20.6)
Rental income	(18)	-	NM
Dormitory income	(616)	-	NM
Sale of scrap	(1)	(1)	0.0
Depreciation	1,241	435	185.3
Interest expense	26	26	0.0
Government grant	(59)	(22)	168.0
Interest income	(5)	(2)	150.0
Insurance compensation	(33)	-	NM
Currency translation gain	(2)	-	NM
Write-back of allowance for impairment of receivables	-	(101)	NM
Gain on disposal of property, plant and equipment	-	(7)	NM
IPO expenses, net ¹	-	412	NM

¹ Net IPO expenses is derived after deducting amount to be capitalised of approximately S\$448,000

NM denotes not meaningful

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.

Statement of Financial Position		Group		Company	
		30-Jun-14 S\$'000	30-Jun-13 S\$'000	30-Jun-14 S\$'000	30-Jun-13 S\$'000
ASSETS	Note				
Current assets					
Cash and cash equivalents		9,889	18,023	895	5,499
Trade and other receivables	A	26,938	23,233	3,232	1,160
Inventories		55	-	-	-
Other current assets		544	1,397	24	9
Total current assets		37,426	42,653	4,151	6,668
Non-current assets					
Investment in subsidiaries		-	-	11,622	9,922
Property, plant and equipment		6,250	3,127	-	-
Development property		14,307	-	-	-
Investment properties		236	243	-	-
Deferred tax assets		6	53	-	-
Total non-current assets		20,799	3,423	11,622	9,922
Total assets		58,225	46,076	15,773	16,590
LIABILITIES					
Current liabilities					
Trade and other payables	B	20,543	23,359	323	1,729
Bank borrowings		667	371	-	-
Finance lease liabilities		357	63	-	-
Current income tax liabilities		476	1,848	6	8
Total current liabilities		22,043	25,641	329	1,737
Non-current liabilities					
Bank borrowings		11,053	-	-	-
Finance leases liabilities		1,207	-	-	-
Deferred tax liabilities		20	1	-	-
Total non-current liabilities		12,280	1	-	-
Total liabilities		34,323	25,642	329	1,737
NET ASSETS		23,902	20,434	15,444	14,853
Equity					
Share capital		15,196	15,196	15,196	15,196
Retained profits		10,505	7,252	248	(343)
Translation reserve		(2)	-	-	-
Merger reserve		(2,014)	(2,014)	-	-
Equity attributable to equity holders of the Company		23,685	20,434	15,444	14,853
Non-controlling interest		217	-	-	-
Total equity		23,902	20,434	15,444	14,853

	Group		Company	
	30-Jun-14 S\$'000	30-Jun-13 S\$'000	30-Jun-14 S\$'000	30-Jun-13 S\$'000
Note A: Trade and other receivables				
<u>Trade receivables</u>				
Non-related parties	6,583	5,735	-	4
Subsidiaries	-	-	1,958	910
	6,583	5,735	1,958	914
<u>Construction contracts:</u>				
Due from customers	19,443	17,282	-	-
Project retention	880	179	-	-
<u>Non-trade receivables:</u>				
Non-related parties	-	37	-	-
Related parties	30	-	-	-
Subsidiaries	-	-	1,274	246
Staff advances	2	-	-	-
	26,938	23,233	3,232	1,160

	Group		Company	
	30-Jun-14 S\$'000	30-Jun-13 S\$'000	30-Jun-14 S\$'000	30-Jun-13 S\$'000
Note B: Trade and other payables				
<u>Trade payables</u>				
Non-related parties	7,360	10,910	34	36
<u>Construction contracts:</u>				
Due to customers	89	169	-	-
<u>Non-trade payables:</u>				
Director	11	89	11	89
Non-related parties	-	43	-	-
Related parties	44	-	-	-
Subsidiaries	-	-	83	1,369
Deposits	64	96	-	-
Accrued operating expenses	12,975	12,052	195	235
	20,543	23,359	323	1,729

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

	30-Jun-2014		30-Jun-2013	
	Secured	Unsecured	Secured	Unsecured
Repayable in one year or less, or on demand (S\$'000)	1,024	-	434	-
Repayable after one year (S\$'000)	12,260	-	-	-

Details of any collateral

The Group's existing borrowings were secured by, amongst others, deed of charge over contract proceeds and receivables and mortgages over the Group's properties. Finance lease liabilities of the Group are effectively secured over the leased machinery.

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.**

Consolidated Statement of Cash Flows	FY2014 S\$'000	FY2013 S\$'000
Cash flows from operating activities		
Net profit	4,900	5,238
<u>Adjustments for:</u>		
Income tax expense	304	1,227
Depreciation	1,241	435
Gain on disposal of plant and equipment	-	(7)
Interest income	(5)	(2)
Currency translation differences arising from consolidation	(2)	-
Interest expense	26	26
	6,464	6,917
Changes in working capital		
Trade and other receivables	(3,675)	(13,890)
Other current assets	853	(770)
Inventories	(55)	-
Trade and other payables	(2,816)	10,446
Cash provided by operations	771	2,703
Interest received	5	2
Income taxes paid	(1,609)	(708)
Net cash (used in) / provided by operating activities	(833)	1,997
Cash flows from investing activities		
Purchase of property, plant and equipment	(2,794)	(3,262)
Purchase of development property	(14,307)	-
Proceeds from disposal of property, plant and equipment	-	18
Net cash used in investing activities	(17,101)	(3,244)
Cash flows from financing activities		
Dividends paid	(1,700)	(1,980)
Finance leases repayment	(63)	(118)
Proceeds from bank borrowings	11,720	1,470
Repayment of bank borrowings	(371)	(1,099)
Proceeds from issuance of ordinary shares	-	7,331
IPO share issue expenses	-	(957)
Capital contribution from non-controlling interest	240	-
Reduction of bank deposits pledged to financial institution for banking facilities	100	-
Interest paid	(26)	(26)
Net cash provided by financing activities	9,900	4,621
Net (decrease) / increase in cash and cash equivalents	(8,034)	3,374
Cash and cash equivalents		
Beginning of the financial year	17,923	14,549
End of the financial year	9,889	17,923
Cash and cash equivalents	30-Jun-14 S\$'000	30-Jun-13 S\$'000
Cash and cash equivalents as per Statement of Financial Position	9,889	18,023
Bank deposits pledged to financial institution for banking facilities	-	(100)
Cash and cash equivalents as per Consolidated Statement of Cash Flows	9,889	17,923

- 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	Share capital	Retained profits / (Accumulated losses)	Translation reserve	Merger reserve	Equity attributable to owners of the Company	Non-controlling interest	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
The Group							
As at 1 July 2013	15,196	7,252	-	(2,014)	20,434	-	20,434
Dividend relating to 2013	-	(1,700)	-	-	(1,700)	-	(1,700)
Acquisition of subsidiary	-	-	-	-	-	270	270
Total comprehensive income for the year	-	4,953	(2)	-	4,951	(53)	4,898
As at 30 June 2014	15,196	10,505	(2)	(2,014)	23,685	217	23,902
As at 1 July 2012 ¹	6,800	2,014	-	-	8,814	8	8,822
Share swap pursuant to the Restructuring Exercise	(6,800)	-	-	(2,014)	(8,814)	(8)	(8,822)
Issuance of shares pursuant to the Restructuring Exercise	8,822	-	-	-	8,822	-	8,822
Proceeds from share issuance at IPO	7,331	-	-	-	7,331	-	7,331
IPO share issuance expenses	(957)	-	-	-	(957)	-	(957)
Total comprehensive income for the year ¹	-	5,238	-	-	5,238	-	5,238
As at 30 June 2013¹	15,196	7,252	-	(2,014)	20,434	-	20,434
The Company							
As at 1 July 2013	15,196	(343)	-	-	14,853	-	14,853
Dividend relating to 2013	-	(1,700)	-	-	(1,700)	-	(1,700)
Total comprehensive income for the year	-	2,291	-	-	2,291	-	2,291
As at 30 June 2014	15,196	248	-	-	15,444	-	15,444
Date of incorporation	*	-	-	-	-	-	#
Issuance of shares pursuant to the Restructuring Exercise	8,822	-	-	-	8,822	-	8,822
Proceeds from share issuance at IPO	7,331	-	-	-	7,331	-	7,331
IPO share issuance expenses	(957)	-	-	-	(957)	-	(957)
Total comprehensive loss for the year	-	(343)	-	-	(343)	-	(343)
As at 30 June 2013	15,196	(343)	-	-	14,853	-	14,853

* The Company was incorporated on 5 October 2012 with a paid-up capital of S\$1.00 comprising one (1) ordinary share at the date of incorporation.

Denotes amount less than S\$1,000.00

¹ For illustrative and comparative purposes, the figures for FY2013 are computed assuming that the Group has been in existence as at 1 July 2012. For the purpose of presentation of the Group's comparative share capital, the share capital represents the aggregate of the paid-up capital of its subsidiaries.

- 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.

There was no change in the Company's share capital since the end of the previous financial year reported on.

The Company did not have any outstanding options, convertibles or treasury shares as at 30 June 2014 and 30 June 2013.

- 1(d)(iii) To show the 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.

170,000,000 ordinary shares were issued as at 30 June 2014 (30 June 2013: 170,000,000 ordinary shares).

There were no treasury shares as at the end of the current financial year and as at the end of the immediately preceding financial year.

- 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. The Company did not have any treasury shares during and as at the end of current financial year reported on.

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 of the Company.

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.

Save as disclosed in Section 5 below, the Group has applied the same accounting policies and methods of computation in the Group's financial statements for the current financial year compared to the most recently audited financial statements for the financial year ended 30 June 2013.

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 new and revised Singapore Financial Reporting Standards ("FRSs") and Interpretations of FRS ("INT FRS") that are relevant to its operations and effective for the financial year beginning on or after 1 July 2013, where applicable. The adoption of these new and revised standards from the effective date did not result in any material impact to the financial statements of the Group for the current financial year reported on.

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

	Group	
	FY2014	FY2013
Profit attributable to equity holders of the Company (S\$'000)	4,953	5,238
Weighted average number of ordinary shares used in the computation of basic and diluted EPS ('000) ¹	170,000	170,000
Basic and fully diluted earnings per share (Singapore cents) ¹	2.91	3.08

¹ For illustrative and comparative purposes, the basic earnings per share was computed based on the profit for FY2014 and FY2013 attributable to equity holders of the Company and the issued share capital of 170,000,000 shares post the Company's IPO.

The diluted and basic EPS are the same for FY2014 and FY2013 as there were no potentially dilutive ordinary shares as at 30 June 2014 and 30 June 2013.

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

Net Asset Value per ordinary share ¹	Group		Company	
	30-Jun-14 Singapore Cents	30-Jun-13 Singapore Cents	30-Jun-14 Singapore Cents	30-Jun-13 Singapore Cents
Net asset value per ordinary share based on issued share capital	14.06	12.02	9.08	8.74

¹ The net asset value per ordinary share for the Group and the Company as at 30 June 2014 and 30 June 2013 is computed based on the share capital of the Company of 170,000,000 shares.

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.
REVIEW OF FINANCIAL PERFORMANCE
Revenue

Our revenue increased by approximately S\$11.5 million or 11.1% from S\$103.4 million in FY2013 to S\$114.9 million in FY2014. The increase in revenue was mainly attributable to revenue recognised for work completed on new projects awarded and the progress of on-going projects. These include, among others, revenue from construction works relating to alteration and addition works, new building works and design and build of upgrading projects, and building and maintenance works relating to term contracts for certain government bodies. These new and on-going projects contributed approximately S\$76.6 million or 66.6% of our revenue in FY2014.

Costs of works, gross profit and gross profit margin

Our costs of works increased by approximately S\$11.3 million or 12.1% from approximately S\$93.3 million in FY2013 to approximately \$104.6 million in FY2014. The increase in cost of works was mainly attributable to higher subcontracting and labour costs. Consequently, our gross profit margin decreased from 9.8% in FY2013 to 9.0% in FY2014. Despite the decrease in gross profit margin, the Group recorded marginally higher gross profit of approximately S\$10.3 million in FY2014 compared to approximately S\$10.1 million in FY2013.

Other income

Our other income increased by approximately S\$0.4 million or 46.5%, from approximately S\$0.8 million in FY2013 to approximately S\$1.2 million in FY2014. This was mainly due to maiden dormitory income contribution of approximately S\$0.6 million, offset by a decrease in equipment handling income of approximately S\$0.1 million and the absence of write-back of allowance for impairment of receivables of approximately S\$0.1 million. The maiden dormitory income contribution was attributable to the dormitory which was operational since January 2014.

Distribution and marketing expenses

Distribution and marketing expenses decreased by approximately S\$72,000 or 36.7%, from approximately S\$196,000 in FY2013 to approximately S\$124,000 in FY2014, mainly due to lower advertisement expenses.

Administrative expenses

Our administrative expenses increased by approximately S\$1.9 million or approximately 45.2% from approximately S\$4.3 million in FY2013 to S\$6.2 million in FY2014. The increase was mainly due to higher: (i) payroll expenses of approximately S\$0.9 million mainly as a result of increased headcount and salary adjustments, (ii) depreciation of approximately S\$0.5 million that was due to our headquarters at 24 Kranji Road, workers dormitory and computer equipment and (iii) other expenses such as professional fees, utilities and transportation charges of approximately S\$0.2 million.

Finance expenses

The finance costs remained constant at approximately S\$26,000 for both FY2013 and FY2014.

Income tax expense

The overall effective tax rate was 5.8% and 19.0% for FY2014 and FY2013 respectively. The Singapore statutory corporate tax rate for both years of assessment remained at 17.0%. The decrease in our effective tax rate for FY2014 was mainly due to the utilisation of government tax incentives and the higher effective tax rate for FY2013 was largely due to underprovision of corporate tax in respect of prior years.

Net profit

As a result of the above, our net profit decreased by approximately S\$0.3 million or approximately 6.5% from approximately S\$5.2 million in FY2013 to S\$4.9 million in FY2014.

REVIEW OF FINANCIAL POSITION**Current assets**

The Group's current assets decreased by approximately S\$5.2 million or 12.3% from approximately S\$42.6 million as at 30 June 2013 to approximately S\$37.4 million as at 30 June 2014, mainly due to a decrease in cash and cash equivalents of approximately S\$8.1 million and a decrease in other assets of approximately S\$0.9 million, offset by an increase in trade and other receivables of approximately S\$3.7 million.

The decrease in other current assets of approximately S\$0.9 million was mainly due to the option fee and payments for the purchase of 21 Paya Lebar Crescent ("Freehold Property") which was capitalised during the current financial year. The increase in trade and other receivables was mainly due to higher amount due from contract customers of approximately S\$2.2 million resulting from higher unbilled amounts for project works performed until 30 June 2014 as the progress billings were only issued after 30 June 2014 upon receiving the relevant completion certificates, an increase in project retention sum of approximately S\$0.7 million as well as the increase in trade receivables of approximately S\$0.8 million due to increased billings for the Group's projects.

Non-current assets

Non-current assets increased by approximately S\$17.4 million from approximately S\$3.4 million as at 30 June 2013 to approximately S\$20.8 million as at 30 June 2014. The increase was mainly attributable to the addition of the Freehold Property and capitalisation of its related costs of approximately S\$14.3 million and increase in property, plant and equipment of approximately S\$3.1 million attributable to the addition of construction equipment, the workers dormitory and the precast manufacturing plant in Malaysia.

Current liabilities

The Group's current liabilities decreased by approximately S\$3.6 million or 14.0% from approximately S\$25.6 million as at 30 June 2013 to approximately S\$22.0 million as at 30 June 2014, due to the decrease in both trade and other payables of approximately S\$2.8 million and current income tax liabilities of approximately S\$1.4 million, offset by an increase in borrowings of approximately S\$0.6 million.

The decrease in trade and other payables was mainly due to a reduction in trade payables of approximately S\$3.6 million, offset by an increase in accrued operating expenses of approximately S\$0.9 million as cost of works incurred were not yet billed by subcontractors as at 30 June 2014 and these costs were accounted for as part of accrued operating expenses. The decrease in current tax liabilities of S\$1.4 million was due to lower taxable profits from the utilisation of government tax incentive scheme. The increase in bank borrowings was due to a term loan which was drawn to finance the set-up of the precast manufacturing plant in Malaysia and the increase in finance lease liabilities was due to hire purchase loans for the lease construction equipments.

Non-current liabilities

The increase in non-current liabilities of approximately S\$12.3 million was mainly due to bank borrowings on the Freehold Property and new finance lease for the construction equipment.

Shareholders' equity

As at 30 June 2014, the shareholders' equity stood at approximately S\$23.9 million, as compared to approximately S\$20.4 million as at 30 June 2013. The increase of approximately S\$3.5 million was mainly attributable to current financial year net profit of approximately S\$4.9 million and an increase in non-controlling interest of approximately S\$0.2 million, offset by dividend payment of S\$1.7 million.

The Group continued to register a positive working capital of approximately S\$15.4 million as at 30 June 2014 compared to S\$17.0 million as at 30 June 2013.

REVIEW OF CASH POSITION

Cash and cash equivalents, excluding pledged deposits, stood at approximately S\$9.9 million as at 30 June 2014, representing a decrease of approximately S\$8.0 million from approximately S\$17.9 million as at 30 June 2013.

In FY2014, net cash used in operating activities was approximately S\$0.8 million. This was mainly due to operating cash inflows before working capital changes of approximately S\$6.5 million, adjusted for net working capital outflows of approximately S\$5.7 million and income tax paid of approximately S\$1.6 million. The net capital outflows was mainly due to an increase in trade and other receivables of approximately S\$3.7 million and a decrease in trade and other payables of approximately S\$2.8 million, offset by a decrease in other current assets of approximately S\$0.9 million.

Net cash used in investing activities during FY2014 was approximately S\$17.1 million, due to additions of the Freehold Property and property, plant and equipment.

Net cash provided by financing activities during FY2014 was approximately S\$9.9 million, mainly due to proceeds from bank borrowings of approximately S\$11.7 million to finance the purchase of the Freehold Property, capital contribution from non-controlling interest of approximately S\$0.2 million, reduction of bank deposits pledged of S\$0.1 million, offset by dividend payment of approximately S\$1.7 million and repayment of bank borrowings of approximately S\$0.4 million.

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

Not applicable. The Company did not make any forecast or prospect statement.

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.

In January 2014, the Building and Construction Authority announced that the construction demand for 2014 is expected to remain strong with an estimated S\$19 to S\$22 billion worth of public sector projects, driven by strong public housing demand, amongst others.¹ Whilst this augurs well for the Group as we will be able to take advantage of our established track record in the public sector domain to secure more projects in the pipeline and leverage on our capabilities, we will also be vigilant in managing the increase in construction cost brought on by certain government policy and legislation and tight labour market. Nonetheless, we have continued to make progress in our construction business by securing an estimated S\$180.2 million worth of contracts from January to August 2014. With the award of the aforementioned contracts, our order book stood at approximately S\$356.8 million as at the date of this announcement.

Our precast manufacturing plant in Johor, Malaysia was completed on schedule and has been operational since July 2014. We are optimistic that the precast business will enable the Group to achieve operational productivity and cost efficiency.

On the property development front, we have obtained the Written Permission from the Urban Redevelopment Authority. The planning and redevelopment of the site is proceeding according to schedule.

The outlook for the Group is expected to remain promising. We will continue to be vigilant in monitor our costs, focus on our project management capabilities and look to both local and overseas markets for viable opportunities to grow our businesses.

¹ The information was extracted from BCA's website (http://www.bca.gov.sg/Newsroom/pr09012014_BCA.html) which was accessed on 20 August 2014.

11 Dividend

(a) Current Financial Period Reported On

Yes

Name of Dividend:	First and Final
Dividend Type:	Cash
Dividend Rate:	S\$0.008 per ordinary share
Tax Rate:	1-tier tax-exempt

(b) Corresponding Period of the Immediately Preceding Financial Year

Yes

Name of Dividend:	First and Final
Dividend Type:	Cash
Dividend Rate:	S\$0.010 per ordinary share
Tax Rate:	1-tier tax-exempt

(c) Date payable:

The proposed dividend, if approved at the forthcoming annual general meeting, will be paid out at a later date to be announced.

(d) Books closure date:

The book closure date will be announced at a later date.

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

Not applicable.

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

There were no IPT of S\$100,000 and above for the financial year ended 30 June 2014.

The Group does not have a general mandate from shareholders for IPTs.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR RESULTS

- 14 Segmented revenue and results for operating segments (of the group) in the form presented in the issuer's most recently audited financial**
 As at 30 June 2013 and 30 June 2014, the Group was organised into one business segment, which is general building activity such as excavation, piling, sub-structures and superstructures works, architectural works, aluminium cladding and curtain walling, mechanical and engineering works, supply and installation of furniture/interior fitting-out works, external works, and landscaping.

This is based on the Group's internal organisation and management structure and the primary way in which the Board of Directors is provided with the financial information.

Whilst revenue is reported into two main revenue streams, as described below, the Group's results, cost and balance sheet are only analysed into one operating segment.

(i) Construction works

They are mainly related to excavation, piling, substructures and superstructures works, architectural works, aluminium cladding and curtain walling and mechanical and engineering works. Revenue derived from construction works in FY2014 amounted to S\$98,656,000 (FY2013: S\$89,828,000). Refer to paragraph 8 for explanation.

(ii) Building and maintenance works

They are mainly related to supply and installation of furniture or interior fitting-out works, external works and landscaping. Revenue derived from building and maintenance works in FY2014 amounted to S\$16,273,000 (FY2013: S\$13,582,000).

Geographical segment

Segment assets are based on the geographical location of the assets. The Group's general building activities are domiciled in Singapore and its joint venture precast manufacturing company was established in Johor, Malaysia since September 2013.

	Group		
	Non-current assets¹		
	As at 30 June 2014 S\$'000	As at 30 June 2013 S\$'000	Change %
Singapore	5,219	3,127	66.9
Malaysia	1,031	-	NM
	6,250	3,127	99.9

¹ Non-current assets consist of property, plant and machinery and office equipment.

- 15 In the review of performance, the factors leading to any material changes in contributions to turnover and earning by the operating segments.**
 Refer to paragraph 8 above.
- 16 A breakdown of sales as follows:**

	Group		
	FY2014 S\$'000	FY2013 S\$'000	Change %
<u>Sales reported for:</u>			
The first half year	64,790	41,106	57.6
The second half year	50,139	62,304	(19.5)
	114,929	103,410	11.1
<u>Operating profit after tax before deducting minority interests reported for:</u>			
The first half year	2,556	2,189	16.8
The second half year	2,344	3,049	(23.1)
	4,900	5,238	(6.5)

- 17 A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year as follows:**
 Total annual dividend (Refer to paragraph 11 for the details).

	Latest full year (S\$'000)	Previous full year (S\$'000)
Ordinary	1,360	1,700
Preference	-	-
Total	1,360	1,700

18 Use of IPO proceeds

Subsequent to the announcement on the change in use of IPO proceeds ("Reallocation") dated 30 August 2013 and the announcement on Logistics Investment Pte Ltd's contribution in CCL Precast Pte Ltd dated 13 November 2013, the status of the IPO proceeds as at the date of this announcement is as per below: -

Use of proceeds from the IPO	Amount allocated pursuant to the Reallocation S\$'000	Amount Utilised S\$'000	Amount Unutilised S\$'000
To expand the operations of the Group by: (i) acquiring heavy duty and large capacity as well as automated and advanced construction equipment and machinery; and (ii) constructing a dormitory to house our foreign workers	1,000	1,000	-
To explore joint ventures and strategic alliances in related business	1,000	1,000	-
To undertake and fund the New Business	3,000	3,000	-
For general working capital requirements ¹	958	958	-
	5,958	5,958	-

¹ Amount for general working capital requirements has been fully utilised for payment to subcontractors.

19 Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(10) in the format below. If there is no such persons, the issuer must make an appropriate negative statement.

Name	Age	Family relationship with any director, CEO and/or substantial shareholder	Current position and duties, and the year the position was first held	Details of changes in duties and position held, if any, during the year
Loy Yan Ru	29	Niece of Phua Lam Soon, the Chief Executive of the Company and Ong Siew Eng, an Executive Director of the Company.	Administration and Human Resource Manager since May 2009. Oversees the Group's human resource management and administrative matters including recruitment, staff remuneration and staff insurance matters. In addition, she is also involved in dealing with feedback from the public in relation to certain upgrading and home improvement projects undertaken by the Group.	Not applicable

BY ORDER OF THE BOARD

Phua Lam Soon
Chief Executive Officer

28 August 2014