



XPRESS HOLDINGS LTD

(Registration No. 199902058Z)

**UNAUDITED RESULTS FOR THE
FIRST QUARTER ENDED 31 OCTOBER 2014**

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

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 3 MONTHS ENDED | | | |
|---------------------------------|--------------------|--------------------|----------------------------------|
| Note | 31 Oct 2014 | 31 Oct 2013 | Increase / (decrease) |
| | \$'000 | \$'000 | % |
| | 2,497 | 4,684 | (46.7%) |
| | 485 | 165 | 193.9% |
| | 2,982 | 4,849 | (38.5%) |
| Costs and expenses | | | |
| | 66 | (88) | n.m |
| | (682) | (1,326) | (48.6%) |
| | (1,360) | (1,480) | (8.1%) |
| | (267) | (459) | (41.8%) |
| | 444 | 180 | 146.7% |
| | (1,043) | (891) | 17.1% |
| | (14) | (165) | (91.5%) |
| | 126 | 620 | (79.7%) |
| | - | (20) | N.M. |
| | 126 | 600 | (79.0%) |
| Attributable to: | | | |
| | 126 | 598 | (78.9%) |
| | - | 2 | N.M. |
| | 126 | 600 | (79.0%) |

N.M. : Not meaningful

1(a)(ii) Breakdown and explanatory notes to the income statement

Note 1 Other income comprises the following:

| Note | 3 MONTHS ENDED | | |
|-----------------------------------------|----------------|-------------|-----------------------|
| | 31 Oct 2014 | 31 Oct 2013 | Increase / (decrease) |
| | \$'000 | \$'000 | % |
| Rental income | 34 | 122 | (72.1%) |
| Interest income on bank deposits | - | 6 | N.M. |
| Gain on disposal of plant and equipment | 451 | - | N.M. |
| Miscellaneous income | - | 37 | N.M. |
| Total | 485 | 165 | 193.9% |

Note 2 Finance costs comprise the following:

| Note | 3 MONTHS ENDED | | |
|------------------------|----------------|--------------|-----------------------|
| | 31 Oct 2014 | 31 Oct 2013 | Increase / (decrease) |
| | \$'000 | \$'000 | % |
| Interest incurred for: | | | |
| - overdrafts | (10) | (23) | (56.5%) |
| - term loans | - | (136) | N.M. |
| Hire purchase interest | (4) | (6) | (33.3%) |
| Total | (14) | (165) | (91.5%) |

Note 3 Income tax comprises the following:

| Note | 3 MONTHS ENDED | | |
|--------------------------|----------------|-------------|-----------------------|
| | 31 Oct 2014 | 31 Oct 2013 | Increase / (decrease) |
| | \$'000 | \$'000 | % |
| Current tax- prior years | - | (20) | N.M. |
| | - | (20) | |

Note: N.M. – Not meaningful

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

| | 3 MONTHS ENDED | | |
|---------------------------------------------------------------------------------------------------------|----------------|---------------|-----------------------|
| | 31 Oct 2014 | 31 Oct 2013 | Increase/ Decrease |
| | <u>\$'000</u> | <u>\$'000</u> | <u>%</u> |
| Net profit for the period | 126 | 600 | (1) |
| Other comprehensive income: | | | |
| Translation differences relating to financial statements of foreign subsidiaries | (169) | (284) | (0) |
| Translation differences arising on monetary items forming part of net investments in foreign operations | - | 627 | N.M. |
| Other comprehensive income for the period | (169) | 343 | (1) |
| Total comprehensive income for the period | (43) | 943 | (1) |
| Total comprehensive income attributable to: | | | |
| Equity holders of the parent | (46) | 941 | (1) |
| Non-controlling interests | 3 | 2 | 1 |
| Total comprehensive income for the period | (43) | 943 | (1) |

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

| | Group | | Company | |
|------------------------------------------------------------|---------------|---------------|--------------|--------------|
| | 31 Oct 2014 | 31 Jul 2014 | 31 Oct 2014 | 31 Jul 2014 |
| | \$'000 | \$'000 | \$'000 | \$'000 |
| Non-current assets | | | | |
| Plant and equipment | 7,960 | 8,069 | 290 | 309 |
| Investments in subsidiaries | - | - | 4,000 | 4,000 |
| | 7,960 | 8,069 | 4,290 | 4,309 |
| Current assets | | | | |
| Inventories | 1,570 | 1,504 | - | - |
| Trade receivables | 6,617 | 5,359 | - | - |
| Other receivables | 3,851 | 4,216 | 725 | 770 |
| Non-trade amount due from subsidiaries | - | - | 2,369 | 229 |
| Cash and cash equivalents | 446 | 649 | 1 | 3 |
| | 12,484 | 11,728 | 3,095 | 1,002 |
| Total assets | 20,444 | 19,797 | 7,385 | 5,311 |
| Equity attributable to equity holders of the parent | | | | |
| Share capital | 117,908 | 117,908 | 117,908 | 117,908 |
| Other reserves | (10,414) | (10,242) | 706 | 706 |
| Accumulated profits | (107,484) | (107,610) | (117,632) | (117,965) |
| | 10 | 56 | 982 | 649 |
| Non-controlling interests | 186 | 183 | - | - |
| Total equity | 196 | 239 | 982 | 649 |
| Non-current liabilities | | | | |
| Obligations under finance lease | 700 | 716 | 233 | 249 |
| Deferred tax liabilities | 20 | 20 | 20 | 20 |
| | 720 | 736 | 253 | 269 |
| Current liabilities | | | | |
| Trade and other payables | 15,485 | 14,587 | 4,890 | 4,329 |
| Trade amount due to subsidiaries | - | - | - | - |
| Non-trade amount due to subsidiaries | - | - | 1,196 | - |
| Interest-bearing borrowings | 3,471 | 3,643 | - | - |
| Obligations under finance lease | 557 | 577 | 62 | 62 |
| Current tax payable | 15 | 15 | 2 | 2 |
| | 19,528 | 18,822 | 6,150 | 4,393 |
| Total liabilities | 20,248 | 19,558 | 6,403 | 4,662 |
| Total equity and liabilities | 20,444 | 19,797 | 7,385 | 5,311 |

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

Amount repayable in one year or less, or on demand

| As at 31 Oct 2014 | | As at 31 July 2014 | |
|-------------------|---------------|--------------------|---------------|
| Secured | Unsecured | Secured | Unsecured |
| <u>\$'000</u> | <u>\$'000</u> | <u>\$'000</u> | <u>\$'000</u> |
| 2,489 | 1,539 | 2,681 | 1,539 |

Amount repayable after one year

| As at 31 Oct 2014 | | As at 31 July 2014 | |
|-------------------|---------------|--------------------|---------------|
| Secured | Unsecured | Secured | Unsecured |
| <u>\$'000</u> | <u>\$'000</u> | <u>\$'000</u> | <u>\$'000</u> |
| 700 | - | 716 | - |

Details of any collateral:

Secured borrowings at 31 October 2014 mainly refer to the following:

- a. Finance lease liabilities amounting to S\$1.26 million that were secured by the respective motor vehicles and machinery purchased under finance leases;
- b. Revolving loans of S\$0.74 million and bank overdraft of S\$1.19 million that were secured by fixed deposits of S\$0.54 million.

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

| Note | Group | |
|------------------------------------|-----------------------------------------------------------------|-------------|
| | Quarter Ended | |
| | 31 Oct 2014 | 31 Oct 2013 |
| | \$'000 | \$'000 |
| Operating activities | | |
| | 126 | 620 |
| | Profit before taxation | |
| Adjustments for: | | |
| 2 | 14 | 165 |
| | Interest expense | |
| 1 | - | (6) |
| | Interest income | |
| | 267 | 460 |
| | Depreciation of plant and equipment | |
| | (450) | - |
| | Gain on disposal of property, plant and equipment | |
| | (43) | 1,239 |
| | Operating profit before working capital changes | |
| Changes in working capital: | | |
| | (66) | (912) |
| | Inventories | |
| | (893) | 552 |
| | Trade and other receivables | |
| | 898 | (2,693) |
| | Trade and other payables | |
| | (104) | (1,814) |
| | Cash generated from operations | |
| | - | (20) |
| | Income tax paid | |
| | (104) | (1,834) |
| | Cash flows generated from operating activities | |
| Investing activities | | |
| | - | 6 |
| | Interest received | |
| | 450 | - |
| | Proceeds from sale of equipment | |
| | (312) | (385) |
| | Purchase of plant and equipment | |
| | 138 | (379) |
| | Cash flows used in from investing activities | |
| Financing activities | | |
| | (14) | (165) |
| | Interest paid | |
| | (36) | (30) |
| | Repayment of finance lease instalments | |
| | - | 1,500 |
| | Proceeds from borrowings | |
| | (172) | (991) |
| | Repayments from borrowings | |
| | (222) | 314 |
| | Cash flows generated from/(used in) financing activities | |
| | 158 | 2,400 |
| | Foreign currency translation adjustments | |
| | (30) | 501 |
| | Net increase in cash and cash equivalents | |
| | (1,255) | (3,270) |
| | Cash and cash equivalents at beginning of the period | |
| A | (1,285) | (2,769) |
| | Cash and cash equivalents at end of the period | |

Explanatory notes to the consolidated cash flow statement

Note A. Cash and cash equivalents comprise the following:

| | 31 Oct 2014 | 31 Oct 2013 |
|-------------------------------------------------------------|--------------------|--------------------|
| | \$'000 | \$'000 |
| Cash at bank and in hand | 446 | 692 |
| Fixed deposits | - | 5,959 |
| Cash and cash equivalents | 446 | 6,651 |
| Bank overdrafts (secured) | (1,191) | (3,461) |
| Fixed deposits pledged | (540) | (5,959) |
| Cash and cash equivalents in the cash flow statement | (1,285) | (2,769) |

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 capitalization 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 for the Group

Attributable to equity holders of the Company

| | Share capital \$'000 | Fair value reserve \$'000 | Currency translation reserve \$'000 | Share option reserve \$'000 | Retained earnings \$'000 | Total \$'000 | Non-controlling interests \$'000 | Total equity \$'000 |
|-------------------------------------------|-------------------------|------------------------------|----------------------------------------|--------------------------------|-----------------------------|-----------------|-------------------------------------|------------------------|
| At 1 August 2013 | 105,090 | 5,717 | (12,218) | 706 | 38,770 | 138,065 | 184 | 138,249 |
| Total comprehensive income for the period | - | - | 343 | - | 598 | 941 | 2 | 943 |
| At 31 October 2013 | 105,090 | 5,717 | (11,875) | 706 | 39,368 | 139,006 | 186 | 139,192 |
| At 1 August 2014 | 117,908 | - | (10,948) | 706 | (107,610) | 56 | 183 | 239 |
| Total comprehensive income for the period | - | - | (172) | - | 126 | (46) | 3 | (43) |
| At 31 October 2014 | 117,908 | - | (11,120) | 706 | (107,484) | 10 | 186 | 196 |

Statement of Changes in Equity for the Company

| | Share capital \$'000 | Fair value reserve \$'000 | Share option reserve \$'000 | Retained earnings \$'000 | Total equity \$'000 |
|-------------------------------------------|-------------------------|------------------------------|--------------------------------|-----------------------------|------------------------|
| At 1 August 2013 | 105,090 | 5,622 | 706 | 10,070 | 121,488 |
| Total comprehensive income for the period | - | - | - | (506) | (506) |
| At 31 October 2013 | 105,090 | 5,622 | 706 | 9,564 | 120,982 |
| At 1 August 2014 | 117,908 | - | 706 | (117,965) | 649 |
| Total comprehensive income for the period | - | - | - | 333 | 333 |
| At 31 October 2014 | 117,908 | - | 706 | (117,632) | 982 |

- 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 were no movements in the Company's share capital for the financial period ended 31 Oct 2014.

Share Options

The Company has a share option scheme known as Xpress Holdings Executives' Share Option Scheme 2001 which was approved by members of the Company at the Extraordinary General Meeting held on 25 June 2001.

At 31 October 2014, there were 8,500,000 (31 October 2013: 30,781,000) outstanding share options which would entitle the holders to subscribe for a total of 8,500,000 ordinary shares of the Company (31 October 2013: 30,781,000) at a weighted average exercise price of S\$0.114 (31 October 2013: S\$0.091) per share.

The 8,500,000 share options outstanding at 31 October 2014 are approximately 0.35% of the share capital consisting of 2,447,927,123 issued shares at 31 October 2014.

- 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.**

The total number of issued shares as at 31 October 2014 was 2,447,927,123 (31 October 2013: 1,748,519,374). There were no treasury shares held by the Company at 31 October 2014.

- 1(d)(iv) A statement showing all sales, transfers, 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 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**

Except as disclosed in Note 5 below, the Group has applied the same accounting policies and method of computation in the financial statements for the current financial period compared with those of the audited financial statements as at 31 July 2014.

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 Interpretations of FRS ("INT FRS") that are relevant to its operations and effective for annual periods beginning on or after 1 August 2014. The adoption of these new/revised FRS and INT FRS did not result in changes to the group's and the company's accounting policies and has no material effect on the amounts reported for the current or prior reporting periods.

Financial Reporting Standards ("FRS") which became effective for the Group's financial period beginning 1 August 2014 are:

- Revised FRS 27 Separate Financial Statements
- Revised FRS 28 Investments in Associates and Joint Ventures
- FRS 110 Consolidated Financial Statements
- FRS 111 Joint Arrangements
- FRS 112 Disclosure of Interest in Other Entities
- FRS 32 Offsetting Financial Assets and Financial Liabilities
- FRS 110, FRS 111 and FRS 112 Amendments to the transition guidance of FRS 110 Consolidated Financial Statements, FRS 111 Joint Arrangements and FRS 112 Disclosure of Interests in Other Entities
- FRS 110, FRS 112 and FRS 27 Amendments to FRS 110, FRS 112 and FRS 27: Investment Entities
- FRS 36 Amendments to FRS 36: Recoverable Amount Disclosures for Non-financial Assets
- FRS 39 Amendments to FRS 39: Novation of Derivatives and Continuation of Hedge Accounting
- Improvements to FRSs (January 2014)
- Improvements to FRSs (February 2014)

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

| Earnings per ordinary share of the Group, after deducting any provision for preference dividends (in cents): | Group | |
|---------------------------------------------------------------------------------------------------------------------|--------------------|--------------------|
| | 3 Months | |
| | 31 Oct 2014 | 31 Oct 2013 |
| 6(a) Based on the weighted average number of ordinary shares on issue | 0.005 | 0.034 |
| Weighted average number of ordinary shares (in million) | 2,447.92 | 1,748.52 |
| 6(b) On a fully diluted basis | 0.005 | 0.034 |
| Weighted average number of ordinary shares (in million) | 2,447.92 | 1,748.52 |

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

| | Group | | Company | |
|------------------------------------------------------------------------------------------------------------------------------|--------------|-------------|--------------|-------------|
| | 31 Oct 2014 | 31 Jul 2014 | 31 Oct 2014 | 31 Jul 2014 |
| Net asset value per ordinary share based on issued share capital at the end of the financial period / year (in cents) | 0.008 | 0.010 | 0.040 | 0.027 |

Net asset value per ordinary share as at 31 October 2014 is calculated based on the existing issued share capital of 2,447,927,123 ordinary shares outstanding as at 31 October 2014 (31 July 2014: 2,447,927,123).

8 A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss 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. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on

INCOME STATEMENT

Revenue

| Business Activity | 1th Quarter ended (3 months) | | | |
|----------------------|------------------------------|----------------------|--------------------|----------------|
| | 31 Oct 14 S\$'mil | 31 Oct 13 S\$'mil | + / (-) S\$'mil | + / (-) % |
| Printing revenue | 2.4 | 4.5 | (2.1) | (46.7%) |
| Other Revenue | 0.1 | 0.2 | (0.1) | (50.0%) |
| Total Revenue | 2.5 | 4.7 | (2.2) | (46.8%) |

Overview

For the 1st Quarter 2014 (being the 3 months ended 31 October 2014)

For 1Q2015, the Group recorded Revenue of S\$2.5 million, which was S\$2.2 million (46.8%) lower than the S\$4.7 million achieved in 1Q2014 mainly due to the continuing challenges facing the printing industry.

Printing revenue fell by 46.7% from S\$4.5 million in 1Q2014 to S\$2.4 million in 1Q2015 as demand fell across the board for time-sensitive financial printing, commercial printing and print management income from VIP multinational customers, particularly in China.

Raw materials and consumables used and changes in inventories of finished goods and work-in-progress

In 1Q2015, the cost of raw materials and consumables (including changes in inventories of finished goods and work-in-progress) such as paper, films and plates decreased by 56.4% to S\$0.6 million compared to S\$1.4 million in 1Q2014, which was in line with lower sales recorded for the reporting period.

Gross profit margin

Gross Profit margin (“GP margin”), net of deducting changes in inventories of finished goods and work-in-progress, increased by approximately 5% points from 70% in the corresponding quarter last year to 75% in 1Q2015. The increase was mainly due to the Group’s efforts to tighten processes and raw material costs.

Foreign currency gain

In 1Q2015, the Group recorded an exchange gain of S\$0.44 million which was S\$0.26 million higher than S\$0.18 million in 1Q2014.

This was mainly attributable to the Hong Kong subsidiary, Print Planner (Hong Kong) Limited, in which a significant portion of its receivables were denominated in Renminbi (RMB). The functional currency of the subsidiary is the Hong Kong Dollar (HK\$).

Staff costs

In 1Q2015, the decrease in staff cost of S\$0.12 million as compared to 1Q2014 was mainly due to reduction in staff strength as we continue to restructure the Company’s workflow and production processes.

Depreciation

In 1Q2015, the depreciation expense of S\$0.27 million was about 42% lower compared to the depreciation expense of S\$0.46 million incurred in 1Q2014 as certain plant and equipment had become fully depreciated since the last quarter.

Other operating expenses

In 1Q2015, the Group incurred other operating expenses of S\$1.04 million which were about 17% higher than the S\$0.89 million incurred in 1Q2014 mainly due to higher legal and professional fees incurred.

Taxation

Taxation was not significant for the Group as a major portion of the Group’s profit from overseas was tax-exempt.

STATEMENT OF FINANCIAL POSITION

Property, plant and equipment

The Group’s plant and equipment decreased by S\$0.1 million from S\$8.1 million as at 31 July 2014 to S\$8.0 million as at 31 October 2014. This decrease was mainly due to depreciation charges of S\$0.3 million and translation loss of S\$0.1 million, offset by purchases of property, plant and equipment of S\$0.3 million. During 1Q2015, the Group received proceeds of \$0.45 million for disposal of plant and equipment that were fully depreciated.

Inventory

The inventory increased slightly from \$1.5 million as at 31 Jul 2014 to S\$1.6 million as at 31 October 2014 mainly due to slower drawdown of inventory after initial placing of orders of materials.

Trade and other receivables

Trade receivables increased from S\$5.4 million as at 31 July 2014 to \$6.6 million as at 31 October 2014 mainly due to additions from sales offset by trade receipts during 1Q2015.

Other receivables decreased by approximately S\$0.4 million from S\$4.2 million as at 31 July 2014 to S\$3.8 million as at 31 October 2014 due to repayment from sundry debtors.

Trade and other payables

Trade and other payables was S\$15.5 million at as 31 October 2014 which was higher than S\$14.6 million as at 31 July 2014 due to delay in paying of the suppliers.

Borrowings

Interest-bearing borrowings decreased by approximately S\$0.1 million from S\$3.6 million as at 31 July 2014 to S\$3.5 million as at 31 October 2014 mainly due to repayment of borrowings.

REVIEW OF CASH FLOWS

Net cash used in operating activities by the Group for 1Q2015 was S\$0.1 million as compared to S\$1.8 million in the corresponding quarter a year ago mainly due to lower repayments to trade suppliers in 1Q2015.

Net cash generated in investing activities for 1Q2015 was S\$0.1 million as compared to net cash used of \$0.4 million in 1Q2014 due to proceeds from sale of equipment of S\$0.5 million in 1Q2015.

The Group's net cash used in financing activities for 1Q2015 was S\$0.2 million compared to net cash generated of S\$0.3 million in 1Q2014 due to a loan draw down of S\$1.5 million in 1Q2014.

Overall and including currency translation adjustments, the net impact to the Group's cash and cash equivalents in 1Q2015 was almost \$nil, compared to an increase of S\$0.5 million in the corresponding quarter a year ago.

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

The deadline for releasing this set of results announcement for the 1st quarter ending 31 October 2014 ("1Q2015") was 15 December 2014 pursuant to Rule 705(2) of the SGX-ST Listing Manual. As announced on 31 January 2015, the Company had submitted a request to the SGX-ST for an extension of the deadline for releasing the 1Q2015 results. The request was rejected and we were advised to release the 1Q2015 results on an urgent basis. Having completed the audited accounts for the financial year ending 31 July 2014 on 28 January 2015 and therefore establishing the opening balances for this financial year, the Company had worked relentlessly to ensure that this 1Q2015 results announcement was completed in a reasonable time.

As announced on 2 February 2015, the Company is working on a proposed shares and warrants issuance to an investor which when fully completed (including exercise of warrants), will provide up to a total of \$23 million proceeds to the Company. This initiative was carried out to enable the Company to augment its cash flow and improve working capital for expansion purposes, as well as to repay outstanding payables.

The Board is cautiously assessing the current challenges facing the print industry. However, the Board notes that the Company has certain competitive advantages over its competitors, most notably the smaller local competitors. The Group will continue to provide more value-added services to customers while constantly reviewing its operations to improve efficiency in order to remain competitive.

11 Dividend

(a) Current financial period reported on

Any dividend declared for the present financial period?

No.

(b) Corresponding period of the immediately preceding financial year

Any dividend declared for the previous corresponding period?

No.

(c) Date payable

Not Applicable.

(d) Book closure date

Not Applicable.

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

No dividend has been declared or recommended for the current financial period.

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.

There is no interested person transaction which is valued at more than S\$100,000 during the year under review and the company has not obtained any general mandate pursuant to Rule 920 of the Listing Manual.

14 Confirmation by the Board

The board of Directors hereby confirm that, to the best of their knowledge, nothing has come to its attention of which may render the interim financial statement for the financial period ended 31 October 2014 to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

Fong Kah Kuen
Non-Executive Director

17 February 2015