

## Full Year Financial Statement And Dividend Announcement for the Year Ended 28 February 2014

## PART 1 – INFORMATION REQUIRED FOR QUARTERLY (Q1,Q2 &amp; Q3), HALF-YEAR AND FULL YEAR ANNOUNCEMENTS

- 1(a) 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 for the year ended 28 February 2014

	Group 2014 S\$'000	Group 2013 S\$'000	+ / (-) %
Revenue	25,769	21,219	21
Cost of sales	(19,840)	(16,850)	18
<b>Gross profit</b>	<b>5,929</b>	<b>4,369</b>	<b>36</b>
Other income	375	240	56
Selling, general and administrative expenses	(2,038)	(1,875)	9
Interest expense	(121)	(97)	25
<b>Profit before income tax</b>	<b>4,145</b>	<b>2,637</b>	<b>57</b>
Income tax (expense)/credit	(625)	148	NM
<b>Profit for the year</b>	<b>3,520</b>	<b>2,785</b>	<b>26</b>
<b>Other comprehensive income</b>			
<b>Items that are or may be reclassified subsequently to profit or loss:</b>			
Foreign currency translation differences for foreign operations	(75)	(65)	15
<b>Total comprehensive income for the year</b>	<b>3,445</b>	<b>2,720</b>	<b>27</b>
<b>Profit attributable to:</b>			
Owners of the Company	3,379	2,762	22
Non-controlling interests	141	23	513
<b>Profit for the year</b>	<b>3,520</b>	<b>2,785</b>	<b>26</b>
<b>Total comprehensive income attributable to:</b>			
Owners of the Company	3,327	2,718	22
Non-controlling interests	118	2	NM
<b>Total comprehensive income for the year</b>	<b>3,445</b>	<b>2,720</b>	<b>27</b>

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.**

**Statements of Financial Position as at 28 February 2014**

	Group 2014 S\$'000	Group 2013 S\$'000	Company 2014 S\$'000	Company 2013 S\$'000
<b>Non-current assets</b>				
Plant and equipment	21,663	19,730	2,043	2,121
Investment in subsidiaries	-	-	12,740	12,740
Deferred tax asset	115	128	115	128
<b>Total non-current assets</b>	<b>21,778</b>	<b>19,858</b>	<b>14,898</b>	<b>14,989</b>
<b>Current assets</b>				
Inventories	1,062	959	-	-
Trade and other receivables	7,230	5,714	2,112	3,526
Tax recoverable	3	6	-	-
Cash and cash equivalents	564	436	1	3
<b>Total current assets</b>	<b>8,859</b>	<b>7,115</b>	<b>2,113</b>	<b>3,529</b>
<b>Total assets</b>	<b>30,637</b>	<b>26,973</b>	<b>17,011</b>	<b>18,518</b>
<b>Equity attributable to owners of the Company</b>				
Share capital	11,191	11,191	11,191	11,191
Reserves	7,705	6,118	1,435	1,572
<b>Total equity attributable to owners of the Company</b>	<b>18,896</b>	<b>17,309</b>	<b>12,626</b>	<b>12,763</b>
<b>Non-controlling interests</b>	<b>696</b>	<b>578</b>	<b>-</b>	<b>-</b>
<b>Total equity</b>	<b>19,592</b>	<b>17,887</b>	<b>12,626</b>	<b>12,763</b>
<b>Non-current liabilities</b>				
Deferred tax liabilities	1,499	1,125	-	-
Finance lease obligations	663	179	-	-
<b>Total non-current liabilities</b>	<b>2,162</b>	<b>1,304</b>	<b>-</b>	<b>-</b>
<b>Current liabilities</b>				
Trade and other payables	6,283	5,219	2,988	4,202
Current tax liabilities	76	21	-	-
Bank loan	-	256	-	-
Finance lease obligations	1,127	733	-	-
Bank overdrafts	1,397	1,553	1,397	1,553
<b>Total current liabilities</b>	<b>8,883</b>	<b>7,782</b>	<b>4,385</b>	<b>5,755</b>
<b>Total liabilities</b>	<b>11,045</b>	<b>9,086</b>	<b>4,385</b>	<b>5,755</b>
<b>Total equity and liabilities</b>	<b>30,637</b>	<b>26,973</b>	<b>17,011</b>	<b>18,518</b>

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

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

As at 28/2/14		As at 28/2/13	
Secured	Unsecured	Secured	Unsecured
S\$2,524,529	-	S\$2,541,957	-

**Amount repayable after one year**

As at 28/2/14		As at 28/2/13	
Secured	Unsecured	Secured	Unsecured
S\$662,837	-	S\$179,301	-

**Details of any collateral**

The Group's banking and debt facilities, comprising of overdraft, loans and finance lease obligations, are secured by:

- A fixed and floating charge of up to S\$1,500,000 (28/2/2013: S\$1,500,000) on the Company's assets.
- Corporate guarantees issued by the Company.
- Finance lease arrangements for certain plant and equipment of subsidiaries.

**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 for the year ended 28 February 2014**

	Group 2014 S\$'000	Group 2013 S\$'000
<b>Operating activities</b>		
Profit before income tax	4,145	2,637
Adjustments for:		
Depreciation of plant and equipment	2,948	2,655
Gain on disposal of plant and equipment	(242)	(155)
Interest income	(13)	(1)
Interest expense	121	97
Operating profit before working capital changes	6,959	5,233
Changes in working capital:		
Inventories	(103)	30
Trade and other receivables	(1,513)	(1,326)
Trade and other payables	298	(1,364)
Cash generated from operations	5,641	2,573
Income taxes (paid)/refunded	(183)	7
Cash flows from operating activities	5,458	2,580
<b>Investing activities</b>		
Interest received	13	1
Purchase of plant and equipment	(2,108)	(869)
Proceeds from disposal of plant and equipment	326	219
Cash flows used in investing activities	(1,769)	(649)
<b>Financing activities</b>		
Interest expense paid	(121)	(97)
Repayment of bank loan	(256)	(512)
Repayment of finance lease obligations	(1,258)	(509)
Dividends paid	(1,740)	(1,392)
Cash flows used in financing activities	(3,375)	(2,510)
<b>Net decrease in cash and cash equivalents</b>	314	(579)
Cash and cash equivalents at beginning of year	(1,117)	(495)
Effects of exchange rate fluctuations on cash held	(30)	(43)
<b>Cash and cash equivalents at end of year</b>	(833)	(1,117)
Comprising:		
Cash at bank and in hand	563	388
Fixed deposits	1	48
Bank overdrafts	(1,397)	(1,553)
Cash and cash equivalents at end of year	(833)	(1,117)

**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 for the year ended 28 February 2014

<b>Group</b>	<b>Share capital S\$'000</b>	<b>Foreign currency translation reserve S\$'000</b>	<b>Retained earnings S\$'000</b>	<b>Total attributable to owners of the Company S\$'000</b>	<b>Non-controlling interests S\$'000</b>	<b>Total S\$'000</b>
<b>2013</b>						
At 1 March 2012	11,191	(62)	4,854	15,983	576	16,559
<b>Total comprehensive income for the year</b>						
Profit for the year	-	-	2,762	2,762	23	2,785
<b>Other comprehensive income, net of tax</b>						
Foreign currency translation differences for foreign operations	-	(44)	-	(44)	(21)	(65)
<b>Total other comprehensive income for the year</b>	-	(44)	-	(44)	(21)	(65)
Total comprehensive income for the year	-	(44)	2,762	2,718	2	2,720
<b>Contributions by and distribution to owners</b>						
Final tax-exempt dividend to owners of 1 cent per share in respect of 2012	-	-	(696)	(696)	-	(696)
Interim tax-exempt dividend to owners of 1 cent per share in respect of 2013	-	-	(696)	(696)	-	(696)
At 28 February 2013	11,191	(106)	6,224	17,309	578	17,887

<b>Group</b>	<b>Share capital S\$'000</b>	<b>Foreign currency translation reserve S\$'000</b>	<b>Retained earnings S\$'000</b>	<b>Total attributable to owners of the Company S\$'000</b>	<b>Non-controlling interests S\$'000</b>	<b>Total S\$'000</b>
<b>2014</b>						
At 1 March 2013	11,191	(106)	6,224	17,309	578	17,887
<b>Total comprehensive income for the year</b>						
Profit for the year	-	-	3,379	3,379	141	3,520
<b>Other comprehensive income, net of tax</b>						
Foreign currency translation differences for foreign operations	-	(52)	-	(52)	(23)	(75)
<b>Total other comprehensive income for the year</b>	-	(52)	-	(52)	(23)	(75)
Total comprehensive income for the year	-	(52)	3,379	3,327	118	3,445
<b>Contributions by and distributions to owners</b>						
Final tax-exempt dividend to owners of 1 cent per share in respect of 2013	-	-	(696)	(696)	-	(696)
Interim tax-exempt dividend to owners of 1.5 cents per share in respect of 2014	-	-	(1,044)	(1,044)	-	(1,044)
At 28 February 2014	11,191	(158)	7,863	18,896	696	19,592

Statement of Changes in Equity for the year ended 28 February 2014

<b>Company</b>	<b>Share capital S\$'000</b>	<b>Retained earnings S\$'000</b>	<b>Total S\$'000</b>
<b>2013</b>			
At 1 March 2012	11,191	1,871	13,062
Profit for the year representing total comprehensive income for the year	-	1,093	1,093
<b>Contributions by and distributions to owners</b>			
Final tax-exempt dividend to owners of 1 cent per share in respect of 2012	-	(696)	(696)
Interim tax-exempt dividend to owners of 1 cent per share in respect of 2013	-	(696)	(696)
At 28 February 2013	<u>11,191</u>	<u>1,572</u>	<u>12,763</u>
<b>2014</b>			
At 1 March 2013	11,191	1,572	12,763
Profit for the year representing total comprehensive income for the year	-	1,603	1,603
<b>Contributions by and distributions to owners</b>			
Final tax-exempt dividend to owners of 1 cent per share in respect of 2013	-	(696)	(696)
Interim tax-exempt dividend to owners of 1.5 cents per share in respect of 2014	-	(1,044)	(1,044)
At 28 February 2014	<u>11,191</u>	<u>1,435</u>	<u>12,626</u>

**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.**

Nil.

**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.**

	<b>28/2/14</b>	<b>28/2/13</b>
Total number of issued shares	69,590,800	69,590,800

- 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.**

Nil.

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

The figures have not been audited or reviewed.

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

NA

- 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 adopted are consistent with those applied in the most recent audited financial statements.

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

New/Revised Accounting Standards/Interpretations (Effective for annual periods beginning on or after 1 March 2013)

- (1) Amendments to FRS 1 Presentation of Financial Statements - Presentation of Items of Other Comprehensive Income
- (2) Amendments to FRS 107 Offsetting financial assets and financial liabilities
- (3) FRS 113 Fair Value Measurement guidance
- (4) FRS 19 Employee Benefits (revised 2011)
- (5) Improvements to FRSs 2012
  - FRS 1 Presentation of Financial Statements – Clarification of the requirements for comparative information
  - FRS 16 Property, Plant and Equipment – Classification of servicing equipment
  - FRS 32 Financial Instruments: Presentation – Tax effect of distribution to holders of equity instruments

Through management's assessment, none of these are expected to have a significant effect on the current year's financial statements.

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

	Group 2014	Group 2013
(a) Based on the weighted average number of ordinary shares on issue; and	4.86 cents	3.97 cents
(b) On a fully diluted basis (detailing any adjustments made to the earnings)	4.86 cents	3.97 cents
Weighted average number of shares	69,590,800	69,590,800



**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 2014	Group 2013	Company 2014	Company 2013
Net asset value per ordinary share based on issued share capital at the end of the year (in cents)	27.15	24.87	18.14	18.34

**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) Group turnover rose 21% to \$25.8 million for the year ended 28 February 2014 compared with \$21.2 million for the previous year. This was due mainly to an increase in concrete pumping sales arising from the increase in construction activities of infrastructure projects and private and public housing projects.

Group gross profit improved 36% to \$5.93 million from \$4.37 million on the back of stronger sales. Group profit attributable to owners grew 22% to \$3.38 million from \$2.76 million.

- (b) Trade and other receivables increased from \$5.7 million to \$7.2 million in tandem with the increase in sales. Cash and cash equivalents of the Group, net of bank overdraft improved to \$(833,000) compared to \$(1,117,000) for the previous year.

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

The current year's performance is consistent with the earlier prospect statement made in the Half Year Financial Statement Announcement for the period ended 31 August 2013 which stated that barring unforeseen circumstances, the performance of the Group is expected to be profitable for the financial year.

**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 strong demand for construction materials and related services is likely to prevail for the forthcoming financial year. Barring unforeseen circumstances, the performance of the Group for the new financial year is expected to be profitable.

**11. If a decision regarding dividend has been made:-**

**(a) Whether an interim (final) ordinary dividend has been declared (recommended); and Yes.**

**(b)(i) Current financial year reported on**

Name of dividend	Final (Proposed)
Dividend type	Cash
Amount per share	1.5 cents (one tier tax exempt)

Name of dividend	Interim (Paid)
Dividend type	Cash
Amount per share	1.5 cents (one tier tax exempt)

**(b)(ii) Corresponding period of the immediate preceding financial year**

Name of dividend	Final (Paid)
Dividend type	Cash
Amount per share	1 cent (one tier tax exempt)

Name of dividend	Interim (Paid)
Dividend type	Cash
Amount per share	1 cent (one tier tax exempt)

**(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).**

Please refer to 11 (b).

**(d) The date the dividend is payable.**

10 September 2014.

**(e) The date on which Registrable Transfers received by the company (up to 5.00 pm) will be registered before entitlements to the dividend are determined.**

22 August 2014.

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

NA

**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.**

NA.

**14. Negative confirmation pursuant to Rule 705(5). ( Not required for announcement on full year results)**

NA.

**PART II – ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT**

**15. Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.**

a) Information about reportable segments

	<b>Ready-mixed concrete</b>		<b>Concrete pumping services</b>		<b>Waste management</b>		<b>Total</b>	
	<b>2014</b>	<b>2013</b>	<b>2014</b>	<b>2013</b>	<b>2014</b>	<b>2013</b>	<b>2014</b>	<b>2013</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>
External revenues	6,984	5,600	16,552	13,304	2,233	2,315	25,769	21,219
Inter-segment revenue – pump rental	-	-	1,034	789	-	-	1,034	789
Inter-segment revenue – pump parts	-	-	117	131	-	-	117	131
Interest income	13	1	-	-	-	-	13	1
Interest expense	(17)	(7)	(99)	(87)	(5)	(3)	(121)	(97)
Depreciation	(104)	(50)	(2,641)	(2,369)	(203)	(236)	(2,948)	(2,655)
Income tax (expense)/credit	(152)	(39)	(431)	159	(42)	28	(625)	148
Reportable segment profit before income tax	751	253	3,354	2,003	329	527	4,434	2,783
Other material non-cash items:								
- Gain on disposal of plant and equipment	126	33	116	122	-	-	242	155
Reportable segment assets	4,271	2,122	25,189	23,492	1,177	1,359	30,637	26,973
Capital expenditure	1,313	307	3,599	2,258	99	522	5,011	3,087
Reportable segment liabilities	5,062	3,787	5,754	4,845	229	454	11,045	9,086

One customer contributed S\$2,302,000 to the revenue of the concrete pumping services segment in 2014 (2013: S\$1,874,000).

**b) Geographical Segment**

	Group 2014 S\$'000	Group 2013 S\$'000
<b>External revenues</b>		
Singapore	18,662	15,937
Malaysia	7,107	5,282
<b>Total</b>	<b>25,769</b>	<b>21,219</b>

- 16. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.**

Please refer to paragraph 8.

- 17. A breakdown of sales as follows:-**

	Group 2014 S\$'000	Group 2013 S\$'000	+ / (-) %
(a) Sales reported for the first half year	12,976	10,685	21
(b) Operating profit after tax before deducting minority interests reported for the first half year	2,055	1,225	68
(c) Sales reported for second half year	12,793	10,534	21
(d) Operating profit after tax before deducting minority interests reported for second half year	1,465	1,560	(6)

- 18. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year as follows:-**

	Latest Full Year (S\$) 28/2/14	Previous Full Year (S\$) 28/2/13
(a) Ordinary	1,739,770	1,391,816
(b) Preference	0	0
(c) Total	1,739,770	1,391,816

- 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(11) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.**

None of the persons occupying managerial positions in the issuer or any of its principal subsidiaries is a relative of a director or chief executive officer or substantial shareholder of the issuer.

**BY ORDER OF THE BOARD**

**Chen Lee Lee**  
**Company Secretary**  
**23/4/14**