



AURIC PACIFIC GROUP LIMITED

(Company Registration No. 198802981D)

Unaudited Third Quarter Financial Statements and Dividend Announcement for the Period Ended 30 September 2016

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

1(a)(i) An income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding period.

Consolidated Statement of Comprehensive Income

	Note	GROUP					
		3rd Quarter Ended 30 September			Period Ended 30 September		
		2016	2015	Change	2016	2015	Change
		S\$'000	S\$'000	+/(-)%	S\$'000	S\$'000	+/(-)%
Revenue		102,027	104,878	(2.7)	317,574	324,919	(2.3)
Cost of revenue		(57,500)	(59,859)	(3.9)	(177,108)	(186,353)	(5.0)
Gross profit		44,527	45,019	(1.1)	140,466	138,566	1.4
Other revenue		1,174	1,235	(4.9)	4,210	4,051	3.9
Selling and marketing expenses		(17,388)	(18,797)	(7.5)	(55,034)	(58,649)	(6.2)
General and administration expenses		(7,292)	(8,294)	(12.1)	(21,730)	(24,123)	(9.9)
Other operating expenses		(15,956)	(40,893)	(61.0)	(56,641)	(79,286)	(28.6)
Finance costs		4	(55)	n.m.	(88)	(247)	(64.4)
Share of results of a joint venture company		126	225	(44.0)	439	662	(33.7)
Profit/(loss) before taxation	1	5,195	(21,560)	n.m.	11,622	(19,026)	n.m.
Income tax expense	2	(1,235)	(568)	>100	(4,029)	(2,649)	52.1
Profit/(loss) for the financial period, net of taxation		3,960	(22,128)	n.m.	7,593	(21,675)	n.m.
Other comprehensive (expense)/income:							
Foreign currency translation		(462)	(3,377)	(86.3)	273	(5,745)	n.m.
Other comprehensive (expense)/income for the financial period, net of taxation		(462)	(3,377)	(86.3)	273	(5,745)	n.m.
Total comprehensive income/(expense) for the financial period		3,498	(25,505)	n.m.	7,866	(27,420)	n.m.
Profit/(loss) attributable to:							
Owners of the Company		3,943	(22,137)	n.m.	7,511	(21,680)	n.m.
Non-controlling interests		17	9	88.9	82	5	>100
		3,960	(22,128)	(117.9)	7,593	(21,675)	n.m.
Total comprehensive income/(expense) attributable to:							
Owners of the Company		3,481	(25,524)	n.m.	7,794	(27,441)	n.m.
Non-controlling interests		17	19	(10.5)	72	21	>100
		3,498	(25,505)	n.m.	7,866	(27,420)	n.m.

n.m. = not meaningful

AURIC PACIFIC GROUP LIMITED

(Company Registration No. 198802981D)

FOR THE FINANCIAL PERIOD ENDED 30 September 2016

1(a)(ii) Additional information on the Group Statement of Comprehensive Income

	GROUP					
	3rd Quarter Ended 30 September			Period Ended 30 September		
	2016	2015	Change	2016	2015	Change
	S\$'000	S\$'000	+/(-)%	S\$'000	S\$'000	+/(-)%
1 Profit/(loss) before taxation						
Profit/(loss) before taxation included the following for the financial period ended 30 September:						
Amortisation of intangible assets	(344)	(700)	(50.9)	(1,032)	(2,100)	(50.9)
Impairment loss on intangible assets	-	(20,000)	(100.0)	-	(20,000)	(100.0)
Allowance for impairment on trade debtors	(354)	(153)	>100	(347)	(21)	>100
Depreciation of property, plant and equipment	(2,322)	(3,441)	(32.5)	(8,338)	(10,600)	(21.3)
Dividend income	-	-	-	67	212	(68.4)
Fair value changes of financial instruments :						
- Profit/(loss) on investment funds at fair value through profit or loss	-	17	(100.0)	(127)	(390)	(67.4)
Allowance for impairment on unquoted investment funds	-	-	-	(5,561)	-	100.0
Foreign exchange gain/(loss)	36	(457)	n.m.	31	(746)	n.m.
Allowance for impairment on investment in an associated company	-	(273)	(100.0)	-	(273)	(100.0)
Interest income	129	7	>100	307	28	>100
Net loss on disposal of property, plant and equipment	(56)	(73)	(23.3)	(126)	(76)	65.8
Property, plant and equipment written off	(11)	(1,095)	(99.0)	(141)	(2,006)	(93.0)
Allowance for impairment on property, plant and equipment	(1,173)	-	100.0	(1,773)	-	100.0
Stocks written down	(1,204)	(837)	43.8	(3,868)	(2,217)	74.5
2 Income tax expense						
The charge for income tax expense includes the following:						
Over/(under) provision in respect of prior period	33	(211)	n.m.	(158)	(289)	(45.3)

n.m. = not meaningful

AURIC PACIFIC GROUP LIMITED

(Company Registration No. 198802981D)

FOR THE FINANCIAL PERIOD ENDED 30 September 2016

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

Statements of Financial Position

	GROUP		COMPANY	
	As at 30 September 2016	As at 31 December 2015	As at 30 September 2016	As at 31 December 2015
	S\$'000	S\$'000	S\$'000	S\$'000
ASSETS				
Non-current assets				
Property, plant and equipment	23,870	30,866	450	517
Intangible assets	35,573	36,572	-	-
Investments in subsidiary companies	-	-	72,945	94,633
Investment in a joint venture company	2,147	1,708	-	-
Long-term investments	2,481	8,194	-	-
Other debtors	6,362	6,720	-	-
Prepayments and other recoverables	764	3,144	-	-
Deferred tax assets	1,326	1,333	-	-
	<u>72,523</u>	<u>88,537</u>	<u>73,395</u>	<u>95,150</u>
Current assets				
Stocks	37,100	44,929	-	-
Trade debtors	64,761	67,728	-	-
Other debtors	5,187	8,178	193	187
Prepayments and other recoverables	1,981	1,639	119	80
Amounts due from subsidiary companies	-	-	126,976	184,858
Fixed deposits (restricted)	2,753	3,221	-	-
Cash and cash equivalents	78,933	44,526	34,663	13,005
	<u>190,715</u>	<u>170,221</u>	<u>161,951</u>	<u>198,130</u>
Total assets	<u>263,238</u>	<u>258,758</u>	<u>235,346</u>	<u>293,280</u>
EQUITY AND LIABILITIES				
Current liabilities				
Trade creditors	(38,131)	(41,870)	-	-
Other creditors and accruals	(44,762)	(42,117)	(1,472)	(1,664)
Deferred income	-	(20)	-	-
Provision for reinstatement costs	(799)	(1,225)	-	-
Amounts due to subsidiary companies	-	-	(97,636)	(142,159)
Loans and borrowings	(84)	(2,714)	-	(1,000)
Tax payable	(4,314)	(2,622)	(11)	(11)
	<u>(88,090)</u>	<u>(90,568)</u>	<u>(99,119)</u>	<u>(144,834)</u>
Net current assets	102,625	79,653	62,832	53,296
Non-current liabilities				
Deferred income	(17)	(3)	-	-
Provision for reinstatement costs	(4,138)	(4,330)	(100)	(100)
Loans and borrowings	(269)	(332)	-	-
Deferred tax liabilities	(1,996)	(2,663)	(192)	(192)
	<u>(6,420)</u>	<u>(7,328)</u>	<u>(292)</u>	<u>(292)</u>
Total liabilities	<u>(94,510)</u>	<u>(97,896)</u>	<u>(99,411)</u>	<u>(145,126)</u>
Net assets	<u>168,728</u>	<u>160,862</u>	<u>135,935</u>	<u>148,154</u>

AURIC PACIFIC GROUP LIMITED

(Company Registration No. 198802981D)

FOR THE FINANCIAL PERIOD ENDED 30 September 2016

Statements of Financial Position (continued)

	GROUP		COMPANY	
	As at 30 September 2016 S\$'000	As at 31 December 2015 S\$'000	As at 30 September 2016 S\$'000	As at 31 December 2015 S\$'000
EQUITY AND LIABILITIES (CONT'D)				
Equity attributable to owners of the Company				
Share capital	64,461	64,461	64,461	64,461
Retained earnings	109,414	101,903	62,999	75,218
Other reserves	(5,861)	(6,144)	-	-
Merger reserve	-	-	8,475	8,475
	168,014	160,220	135,935	148,154
Non-controlling interests	714	642	-	-
Total equity	168,728	160,862	135,935	148,154
Total equity and liabilities	263,238	258,758	235,346	293,280

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

	Note	GROUP		COMPANY	
		As at 30 September 2016 S\$'000	As at 31 December 2015 S\$'000	As at 30 September 2016 S\$'000	As at 31 December 2015 S\$'000
Repayable within one year (unsecured)		-	2,630	-	1,000
Repayable within one year (secured)	(i)	84	84	-	-
Repayable after one year (secured)	(i)	269	332	-	-
		353	3,046	-	1,000

Note (i)

As at 30 September 2016, the finance lease liability repayable within one year and after one year of S\$84,000 (31 December 2015: S\$84,000) and S\$269,000 (31 December 2015: S\$332,000) respectively was secured by the related leased assets.

AURIC PACIFIC GROUP LIMITED

(Company Registration No. 198802981D)

FOR THE FINANCIAL PERIOD ENDED 30 September 2016

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

Consolidated Statement of Cash Flows

	GROUP			
	3rd Quarter Ended 30 September		Period Ended 30 September	
	2016 S\$'000	2015 S\$'000	2016 S\$'000	2015 S\$'000
Cash flows from operating activities				
Profit/(loss) before taxation	5,195	(21,560)	11,622	(19,026)
Adjustments for:				
Dividend income	-	-	(67)	(212)
Interest income	(129)	(7)	(307)	(28)
Interest expense	2	55	88	247
Share of results of a joint venture company	(126)	(225)	(439)	(662)
Allowance for impairment on trade debtors	354	153	347	21
Stocks written down	1,204	837	3,868	2,217
Amortisation of intangible assets	344	700	1,032	2,100
Impairment loss on intangible assets	-	20,000	-	20,000
Depreciation of property, plant and equipment	2,322	3,441	8,338	10,600
Fair value changes of financial instruments:				
- (Gain)/loss on investment funds at fair value through profit or loss	-	(17)	127	390
Allowances for impairment of investment in an associated company	-	273	-	273
Allowance for impairment on unquoted investment funds	-	-	5,561	-
Property, plant and equipment written off	11	1,095	141	2,006
Allowance for impairment on property, plant and equipment	1,173	-	1,773	-
Net loss on disposal of property, plant and equipment	56	73	126	76
Unrealised exchange (gain)/loss	(10)	(45)	25	(62)
Operating cash flows before working capital changes	10,396	4,773	32,235	17,940
<u>Decrease in assets:</u>				
Stocks	212	3,276	4,185	1,567
Trade and other debtors	6,240	7,862	7,616	1,931
<u>(Decrease)/increase in liabilities:</u>				
Trade and other creditors	(3,258)	3,817	(1,673)	(9,751)
Net cash generated from operations	13,590	19,728	42,363	11,687
Tax paid	(1,129)	(421)	(2,273)	(1,859)
Interest paid	(2)	(55)	(88)	(247)
Interest received	125	5	301	25
Net cash flows generated from operating activities	12,584	19,257	40,303	9,606

AURIC PACIFIC GROUP LIMITED

(Company Registration No. 198802981D)

FOR THE FINANCIAL PERIOD ENDED 30 September 2016

Consolidated Statement of Cash Flows (continued)

	GROUP			
	3rd Quarter Ended 30 September		Period Ended 30 September	
	2016 S\$'000	2015 S\$'000	2016 S\$'000	2015 S\$'000
Cash flows from investing activities				
Dividend income received	-	-	67	212
Proceeds from disposal of property, plant and equipment	155	12	304	106
Proceeds from return of capital from investment funds	-	133	-	212
Purchase of property, plant and equipment	(268)	(2,225)	(3,694)	(6,018)
Net cash flows used in investing activities	(113)	(2,080)	(3,323)	(5,488)
Cash flows from financing activities				
Acquisition of non-controlling interests	-	-	-	(2)
Repayment of obligations under finance leases	(21)	(30)	(63)	(96)
Repayment of bank borrowings	-	(3,661)	(5,872)	(17,069)
Proceeds from bank borrowings	-	2,685	3,184	11,486
Purchase of treasury shares by a subsidiary company	-	-	-	(109)
Decrease in fixed deposits pledged with the banks	(5)	(130)	459	587
Dividend on ordinary shares	-	-	-	(2,513)
Net cash flows used in financing activities	(26)	(1,136)	(2,292)	(7,716)
Net increase/(decrease) in cash and cash equivalents	12,445	16,041	34,688	(3,598)
Cash and cash equivalents at beginning of period	66,861	24,526	44,526	46,326
Effect of exchange rate changes on cash and cash equivalent held in foreign currencies	(373)	(3,244)	(281)	(5,405)
Cash and cash equivalents at end of financial period (Note 1)	78,933	37,323	78,933	37,323

Note 1

Analysis of balances of cash and cash equivalents as shown on the balance sheets:

	GROUP	
	Period Ended 30 September	
	2016 S\$'000	2015 S\$'000
Fixed deposits (restricted)	2,753	3,233
Fixed deposits (current)	11,000	11
Cash and bank balances	67,933	37,312
	81,686	40,556
Fixed deposits pledged with the bank [Note (a)]	(2,753)	(3,233)
	78,933	37,323

Note (a)

This relates to:

- (i) S\$1.9 million (2015: S\$2.0 million) was pledged to banks as security for banker's guarantees issued in lieu of rental deposits;
- (ii) S\$0.9 million (2015: S\$0.9 million) banker's guarantee for issuance of utility and rental deposits; and
- (iii) In 2015, S\$0.3 million was pledged to bank as security for overdraft facility.

AURIC PACIFIC GROUP LIMITED

(Company Registration No. 198802981D)

FOR THE FINANCIAL PERIOD ENDED 30 September 2016

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 period.

Statements of changes in equity

Group

	Attributable to owners of the Company									
	Share capital	Retained earnings	Other reserves, total	Foreign currency translation reserve	Fair value reserve	Discount on acquisition of non-controlling interests	Gain on purchase of treasury shares by a subsidiary company	Total equity attributable to owners of the Company	Non-controlling interests	Total equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
2016										
Balance at 1 July 2016	64,461	105,471	(5,399)	(12,034)	-	6,117	518	164,533	697	165,230
Profit for the financial period	-	3,943	-	-	-	-	-	3,943	17	3,960
<u>Other comprehensive expense</u>										
Foreign currency translation	-	-	(462)	(462)	-	-	-	(462)	-	(462)
Other comprehensive expense for the financial period, net of tax	-	-	(462)	(462)	-	-	-	(462)	-	(462)
Total comprehensive income/(expense) for the financial period	-	3,943	(462)	(462)	-	-	-	3,481	17	3,498
Balance at 30 September 2016	64,461	109,414	(5,861)	(12,496)	-	6,117	518	168,014	714	168,728
2015										
Balance at 1 July 2015	64,461	143,199	(4,106)	(10,741)	-	6,117	518	203,554	657	204,211
(Loss)/profit for the financial period	-	(22,137)	-	-	-	-	-	(22,137)	9	(22,128)
<u>Other comprehensive (expense)/income</u>										
Foreign currency translation	-	-	(3,387)	(3,387)	-	-	-	(3,387)	10	(3,377)
Other comprehensive (expense)/income for the financial period, net of tax	-	-	(3,387)	(3,387)	-	-	-	(3,387)	10	(3,377)
Total comprehensive (expense)/income for the financial period	-	(22,137)	(3,387)	(3,387)	-	-	-	(25,524)	19	(25,505)
Balance at 30 September 2015	64,461	121,062	(7,493)	(14,128)	-	6,117	518	178,030	676	178,706

AURIC PACIFIC GROUP LIMITED

(Company Registration No. 198802981D)

FOR THE FINANCIAL PERIOD ENDED 30 September 2016

Statements of changes in equity (continued)

Company

	Attributable to owners of the Company			
	Share capital S\$'000	Retained earnings S\$'000	Merger reserve S\$'000	Total equity S\$'000
2016				
Balance at 1 July 2016	64,461	63,519	8,475	136,455
Loss for the financial period	-	(520)	-	(520)
Total comprehensive expense for the financial period	-	(520)	-	(520)
Balance at 30 September 2016	64,461	62,999	8,475	135,935
2015				
Balance at 1 July 2015	64,461	41,204	8,475	114,140
Profit for the financial period	-	68,174	-	68,174
Total comprehensive income for the financial period	-	68,174	-	68,174
Balance at 30 September 2015	64,461	109,378	8,475	182,314

AURIC PACIFIC GROUP LIMITED

(Company Registration No. 198802981D)

FOR THE FINANCIAL PERIOD ENDED 30 September 2016

- 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 of the issuer, if any, against the total number of issued shares held as 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 changes in the Company's issued share capital since the end of the previous period reported on.

- 1(d)(iii) Total number of issued shares excluding treasury shares as at end of the current financial period and as at the end of the immediately preceding financial year.**

There are no treasury shares issued by the Company. Total number of issued shares as at 30 September 2016 and 31 December 2015 was 125,667,324.

- 1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at 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 in the announcement 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 adopted in the financial statements for the current reporting period are consistent with those disclosed in the audited financial statements as at 31 December 2015.

AURIC PACIFIC GROUP LIMITED

(Company Registration No. 198802981D)

FOR THE FINANCIAL PERIOD ENDED 30 September 2016

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.**

Not applicable.

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			
	3rd Quarter Ended 30 September		Period Ended 30 September	
	2016	2015	2016	2015
	cents	cents	cents	cents
(i) Basic EPS based on the weighted average number of ordinary shares on issue	3.14	(17.62)	5.98	(17.25)
(ii) Diluted EPS based on weighted average number of ordinary shares	3.14	(17.62)	5.98	(17.25)

Note:

Basic and diluted earnings per share were computed on the basis of the weighted average number of ordinary shares issued, which was 125,667,324 (31 December 2015: 125,667,324) during the financial period. There were no outstanding share options during the current reporting period.

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

	GROUP		Company	
	As at 30 September 2016	As at 31 December 2015	As at 30 September 2016	As at 31 December 2015
	\$	\$	\$	\$
Net asset value per ordinary share	1.34	1.27	1.08	1.18

AURIC PACIFIC GROUP LIMITED

(Company Registration No. 198802981D)

FOR THE FINANCIAL PERIOD ENDED 30 September 2016

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 Income Statement

Revenue

The breakdown of revenue by business segments is shown in the table below.

		Revenue								
Note		3rd Quarter Ended 30 September				Financial Year Ended 30 September				
		2016	2015	Variance		2016	2015	Variance		
		\$'000	\$'000	\$'000	%	\$'000	\$'000	\$'000	%	
<u>Food Group</u>										
	Wholesale & distribution	(i)	57,606	57,455	151	0.3	183,500	181,985	1,515	0.8
	Manufacturing	(ii)	14,947	12,701	2,246	17.7	42,418	37,803	4,615	12.2
<u>Food Retail Group</u>										
	Edmonton Group	(iii)	16,901	20,266	(3,365)	(16.6)	51,357	59,467	(8,110)	(13.6)
	Food Junction Group	(iv)	12,566	14,458	(1,892)	(13.1)	40,210	45,366	(5,156)	(11.4)
Other investments			7	(2)	9	n.m.	89	298	(209)	(70.1)
			102,027	104,878	(2,851)	(2.7)	317,574	324,919	(7,345)	(2.3)

n.m. = not meaningful

The Group returned total revenue of S\$102.0 million for Q3 2016 which was 2.7% lower than prior year same period. For the quarter :

- (i) Wholesale & distribution division revenue was almost flat against last year. Singapore achieved higher sales from agency brands offset by lower sales in Malaysia which was hit by the lower sale in July month due to the timing difference of the Ramadan festive period between FY2016 and FY2015;
- (ii) Manufacturing division continued its growth momentum in Q3 2016 from its range of core products under the bread and cream roll categories and also benefiting from the sale of new products launches during the year;
- (iii) Excluding the impact of the closure of non-performing stores in Singapore, Malaysia and Hong Kong last year, overall revenue for Edmonton Group closed lower than last year as Singapore was impacted by closure of two stores whose lease has expired while Hong Kong consumers' sentiment remains negative amidst a weak economic backdrop and reduction in tourists from Mainland China; and
- (iv) Food Junction Group registered lower sales across the outlets due to soft retail environment and the closure of one of the outlets as the landlord carries out redevelopment works.

AURIC PACIFIC GROUP LIMITED

(Company Registration No. 198802981D)

FOR THE FINANCIAL PERIOD ENDED 30 September 2016

Profit before taxation

The Group reported profit before taxation of S\$5.2 million in Q3 2016 as compared to a loss before taxation of S\$21.6 million in the same period last year. The loss last year included S\$23.3 million of impairment from the Edmontor Group. Improvement in Q3 2016 performance was attributed to :

- (i) Wholesale and distribution division operating profit surpassed prior year by S\$0.4 million driven mainly by Singapore which achieved higher sale and lower operating expenses while Malaysia reported lower profitability affected by the timing difference in the Ramadan festive period between the two financial years;
- (ii) Manufacturing division operating profit for Q3 2016 closed S\$0.6 million higher, in line with the higher revenue achieved;
- (iii) Edmontor Group registered operating profit of S\$1.1 million as opposed to an operating loss of S\$0.6 million in Q3 2015 arising from the continuing improvement made by Singapore and Hong Kong from rationalisation of product mix, better cost control including driving operations efficiency; and
- (iv) Food Junction Group delivered higher operating profit in Q3 2016 over the corresponding quarter in 2015 by S\$0.2 million brought about by improved performance of food courts in Singapore and the closure of under-performing restaurants last year.

Review of Financial Position

As at 30 September 2016, the Group's total equity stood at S\$168.7 million. This was S\$7.9 million higher than the position as at 31 December 2015. The increase was contributed largely from the profit posted for the period up to September 2016.

There are no other significant changes to the Statement of Financial Position except for the following:

- (i) lower property, plant and equipment due primarily to depreciation, disposal, allowance for impairment and write-off of assets, offset by the purchase of new assets;
- (ii) lower stocks attributed to inventory drawn down, post the festive Ramadan period;
- (iii) lower trade debtors attributed to improved collection from key customers;
- (iv) lower trade creditors due mainly to due settlement of suppliers' invoices; and
- (v) higher other creditors and accruals due mainly to accrual for advertising and promotion and higher provision for operating expenses.

Cash Flow Review

The Group cash and cash equivalents increased by S\$34.4 million from S\$44.5 million as at 31 December 2015 to S\$78.9 million as at 30 September 2016. The net cash increase was largely generated from operating activities offset by capital expenditure and repayment of bank borrowings.

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

No forecast was previously disclosed on the Group's results for Q3 2016.

AURIC PACIFIC GROUP LIMITED

(Company Registration No. 198802981D)

FOR THE FINANCIAL PERIOD ENDED 30 September 2016

- 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 global and regional economies remained weak and uncertain. While the Group has shown positive performance so far, it is cautiously optimistic that the momentum built up for the past three quarters should continue to yield result as it enters into the last quarter of FY2016.

- 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**

None

- (d) Books closure date**

Not applicable.

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

Not applicable.

AURIC PACIFIC GROUP LIMITED

(Company Registration No. 198802981D)

FOR THE FINANCIAL PERIOD ENDED 30 September 2016

- 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.**

Name of interested person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)
DBS Trustee Limited (in its capacity as trustee of OUE Commercial Real Estate Investment Trust)	S\$1,236,002	S\$1,236,002

14. Confirmation Pursuant to Rule 720(1) of the Listing Manual

Auric Pacific Group Limited confirms that undertakings under Rule 720(1) have been obtained from all its directors and executive officers in the format set out in Appendix 7.7.

BY ORDER OF THE BOARD

Chan Pengee Adrian
Company Secretary
8 November 2016

AURIC PACIFIC GROUP LIMITED

(Company Registration No. 198802981D)

FOR THE FINANCIAL PERIOD ENDED 30 September 2016

CONFIRMATION BY THE BOARD OF DIRECTORS PURSUANT TO RULE 705(5) OF THE SGX-ST LISTING MANUAL

Third Quarter Financial Statement Announcement for the Period Ended 30 September 2016

We, Albert Saychuan Cheok and Andy Adhiwana, being two of the directors of Auric Pacific Group Limited (the "Company"), do hereby confirm on behalf of the 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 of the Company and the Group for the third quarter period ended 30 September 2016 to be false or misleading in any material aspect.

On behalf of the board of directors,

Mr. Albert Saychuan Cheok
Non-Executive Chairman

Dr. Andy Adhiwana
Executive Director

Singapore
8 November 2016