BLUMONT
博诺有限公司

BLUMONT GROUP LTD.
(Company Registration No. 199302554G)
(Incorporated in the Republic of Singapore)

Unaudited Results For The Second Quarter And Half Year Financial Statements and Dividend Announcement for Financial Period from 1 January 2014 to 30 June 2014

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

1(a) Consolidated statement of comprehensive (loss)/income (for the Group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

	GROUP			GROUP		
	S$'000		%	S$'000		%
	2Q2014	2Q2013	Increase/ (Decrease)	1H2014	1H2013	Increase/ (Decrease)
Revenue	848	714	19	1,816	1,678	8
Other (losses)/gains – net	(1,097)	(25,964)	(96)	(4,177)	12,239	NM
Expenses						
Raw materials and consumables used	(23)	(13)	77	(110)	(436)	(75)
Employee benefits	(588)	(485)	21	(1,195)	(1,156)	3
Finance	(594)	(11)	100	(719)	(23)	100
Others	(2,536)	(908)	100	(5,340)	(1,660)	100
Total expenses	**(3,741)**	**(1,417)**		**(7,364)**	**(3,275)**	
(Loss)/Profit before income tax	**(3,990)**	**(26,667)**		**(9,725)**	**10,642**	
Income tax	1	4,400	(100)	(2)	(1,952)	(100)
(LOSS)/PROFIT FOR THE PERIOD	**(3,989)**	**(22,267)**		**(9,727)**	**8,690**	
Other comprehensive (loss)/income:						
Items that may be reclassified subsequently to profit or loss:						
Exchange differences on translation of foreign operations	(510)	(94)	100	(266)	(27)	100
Net change in fair value of financial assets, available-for-sale	(5,497)	(1,606)	100	(9,340)	(2,410)	100
Other comprehensive loss for the period, net of tax	**(6,007)**	**(1,700)**		**(9,606)**	**(2,437)**	
TOTAL COMPREHENSIVE (LOSS)/INCOME FOR THE PERIOD	**(9,996)**	**(23,967)**		**(19,333)**	**6,253**	
(Loss)/Profit for the period attributable to:						
Non-controlling interests	241	124	94	371	112	100
Equity holders of the Company	(4,230)	(22,391)	(81)	(10,099)	8,578	NM
	(3,989)	**(22,267)**		**(9,728)**	**8,690**	
Total comprehensive (loss)/income for the period attributable to:						
Non-controlling interests	241	99	100	496	106	100
Equity holders of the Company	(10,237)	(24,066)	(57)	(19,829)	6,147	NM
	(9,996)	**(23,967)**		**(19,333)**	**6,253**	
(Loss)/Earnings per share attributable to equity holders of the Company (expressed in cents)						
- Basic	**(0.16)**	**(1.32)**		**(0.39)**	**0.51**	
- Diluted	**(0.16)**	**(1.31)**		**(0.39)**	**0.50**	

NM : Not Meaningful

Notes to the consolidated statement of comprehensive (loss)/income

i) (Loss)/Profit before income tax is after (charging)/crediting:

	GROUP			GROUP		
	S$'000		%	S$'000		%
	2Q2014	2Q2013	Increase/ (Decrease)	1H2014	1H2013	Increase/ (Decrease)
Depreciation of property and equipment	(79)	(99)	(20)	(179)	(197)	(9)
Gains on disposal of assets held for sale	7	-	NM	7	-	NM
Net currency exchange gains	142	28	100	70	25	100
Interest income:						
- loan facility and convertible notes	700	-	NM	1,271	-	NM
- bank balances	27	3	100	48	7	100
- others	* -	* -	NM	* -	* -	NM
Interest expense	(594)	(11)	NM	(719)	(23)	100
Net (losses)/gains on the disposal of financial assets, at fair value through profit or loss	(68)	564	NM	(1,024)	853	NM
Net fair value (losses)/gains:						
- Financial assets held for trading	-	(48)	NM	-	55	NM
- Financial assets, at fair value through profit or loss	(1,919)	(26,531)	(93)	(4,609)	11,250	NM
Write-back of allowance for foreseeable losses	-	10	NM	-	24	NM

NM : Not Meaningful
* : < S$1,000

ii) Income tax attributable to results is made up of:

	GROUP			GROUP		
	S$'000		%	S$'000		%
	2Q2014	2Q2013	Increase/ (Decrease)	1H2014	1H2013	Increase/ (Decrease)
Income tax comprises:						
Current income tax	(1)	(782)	(100)	(23)	(1,015)	(98)
Deferred income tax	2	5,182	(100)	21	(937)	NM
	1	**4,400**		**(2)**	**(1,952)**	

NM : Not Meaningful

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

	GROUP			COMPANY		
	S$'000		%	S$'000		%
	As at 30/6/2014	As at 31/12/2013	Increase/ (Decrease)	As at 30/6/2014	As at 31/12/2013	Increase/ (Decrease)
ASSETS						
Current assets						
Cash and bank balances	5,685	2,534	100	1,550	473	100
Financial assets, at fair value through profit or loss	11,887	18,389	(35)	655	1,343	(51)
Trade and other receivables	7,708	1,645	100	5,939	689	100
Other current assets	360	225	60	59	51	16
Development properties	5,581	5,630	(1)	-	-	NM
Assets held for sale	1,107	2,003	(45)	-	-	NM
	32,328	**30,426**		**8,203**	**2,556**	

	GROUP			COMPANY		
	S$'000		%	S$'000		%
	As at 30/6/2014	As at 31/12/2013	Increase/ (Decrease)	As at 30/6/2014	As at 31/12/2013	Increase/ (Decrease)
Non-current assets						
Investments in subsidiaries	-	-	NM	5,391	5,391	NM
Loans to subsidiaries	-	-	NM	57,564	51,034	13
Investment properties	1,672	1,658	1	-	-	NM
Financial assets, available-for-sale	53,657	52,441	2	20,043	23,865	(16)
Derivative financial assets	940	533	76	353	110	100
Property and equipment	2,578	2,613	(1)	266	282	(6)
Other non-current assets	2	2	NM	-	-	NM
Deferred tax assets	108	87	24	-	-	NM
	58,957	**57,334**		**83,617**	**80,682**	
Total assets	**91,285**	**87,760**		**91,820**	**83,238**	
LIABILITIES						
Current liabilities						
Trade and other payables	6,135	6,389	(4)	4,821	6,014	(20)
Borrowings	26,917	+ 3,739	100	26,870	+ 3,695	100
Current income tax liabilities	24	94	(74)	-	-	NM
	33,076	**10,222**		**31,691**	**9,709**	
Non-current liabilities						
Employee compensation	433	391	11	-	-	NM
Borrowings	170	208	(18)	131	146	(10)
Deferred tax liabilities	29	28	4	-	-	NM
	632	**627**		**131**	**146**	
Total liabilities	**33,708**	**10,849**		**31,822**	**9,855**	
Net Assets	**57,577**	**76,911**		**59,998**	**73,383**	
EQUITY						
Equity attributable to equity holders of the Company						
Share capital	99,043	99,043	NM	99,043	99,043	NM
Reserves	(10,471)	(833)	100	(5,739)	1,662	NM
Accumulated losses	(34,020)	+ (23,921)	42	(33,306)	+ (27,322)	22
	54,552	**74,289**		**59,998**	**73,383**	
Non-controlling interests	**3,025**	**2,622**	15	**-**	**-**	NM
Total equity	**57,577**	**76,911**		**59,998**	**73,383**	

NM : Not Meaningful

+ : Adjusted and audited as at 31/12/2013

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

Amount repayable not later than one year					Amount repayable after one year			
As at 30/6/2014		As at 31/12/2013			As at 30/6/2013		As at 31/12/2013	
Secured	Unsecured	Secured	Unsecured		Secured	Unsecured	Secured	Unsecured
S$'000	S$'000	S$'000	S$'000		S$'000	S$'000	S$'000	S$'000
26,917	-	+ 3,739	-		170	-	208	-

+ : Adjusted and audited as at 31/12/2013

Details of any collateral

Pertaining to the secured borrowings, the Group has granted in favour of the lenders the following:

(i) Finance lease liabilities of the Group are secured by the rights to the leased motor vehicles with net book value amounting to $0.41 million (2013: $0.44 million), which would revert to the lessors in the event of default by the Group.

(ii) The financing facility of the Group is secured by:

a. Quoted equity investment classified under financial assets, available-for-sale with a carrying amount of $13.88 million (2013: $21.86 million); and

b. Total assets of one of the Company's subsidiaries of $29.46 million (2013: $21.30 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.

	GROUP		GROUP	
	S$'000		S$'000	
	2Q2014	2Q2013	1H2014	1H2013
Cash Flows from Operating Activities				
(Loss)/Profit for the period	(3,989)	(22,267)	(9,727)	8,690
Adjustments for:				
Income tax	(1)	(4,400)	2	1,952
Unrealised foreign exchange (gains)/losses	(126)	1	(68)	2
Depreciation of property and equipment	79	99	179	197
Interest expense	594	11	719	23
Interest income	(727)	(3)	(1,319)	(7)
Write-back of allowance for foreseeable losses	-	(10)	-	(24)
Fair value losses/(gains) on financial assets, at fair value through profit or loss	1,919	26,579	4,609	(11,305)
Gains on disposal of assets held for sale	(7)	-	(7)	-
Operating cash flows before working capital changes	**(2,258)**	**10**	**(5,612)**	**(472)**
Changes in operating assets and liabilities:				
Financial assets, at fair value through profit or loss	170	4,938	1,894	1,879
Receivables	(606)	(6)	(4,940)	4,938
Payables	(1,985)	(4,831)	(923)	(39)
Inventories and development properties	-	(6)	72	375
Cash (used in)/generated from operations	**(4,679)**	**105**	**(9,509)**	**6,681**
Income tax paid	(53)	(279)	(119)	(384)
Net cash (used in)/generated from operating activities	**(4,732)**	**(174)**	**(9,628)**	**6,297**
Cash Flows from Investing Activities				
Purchase of property and equipment	(58)	(30)	(121)	(46)
Interest received	37	3	56	7
Proceeds from disposal of assets held-for-sale	915	-	915	460
Purchase of financial assets, available-for-sale	(4,397)	-	(11,223)	(6,397)
Net cash used in investing activities	**(3,503)**	**(27)**	**(10,373)**	**(5,976)**
Cash Flows from Financing Activities				
Repayment of finance lease liabilities	(19)	(21)	(37)	(46)
Proceeds from borrowings	10,837	15	23,175	15
Interest paid	(7)	(11)	(12)	(23)
Net proceeds from exercise of share options	-	300	-	350
Net cash generated from financing activities	**10,811**	**283**	**23,126**	**296**
Net increase in cash and cash equivalents	2,576	82	3,125	617
Cash and cash equivalents at the beginning of the period	3,252	2,130	2,531	1,581
Effects of exchange rate changes on cash and cash equivalents	(146)	(15)	26	(1)
Cash and cash equivalents at the end of the period	**5,682**	**2,197**	**5,682**	**2,197**

For the purpose of presenting the consolidated statement of cash flows, the consolidated cash and cash equivalents comprise the following:

	GROUP		GROUP	
	S$'000		S$'000	
	2Q2014	2Q2013	1H2014	1H2013
Cash at bank and on hand	3,632	2,023	3,632	2,023
Short-term bank deposits	2,053	174	2,053	174
	5,685	**2,197**	**5,685**	**2,197**
Less: Bank balances and deposits pledged	(3)	-	(3)	-
Cash and cash equivalents per consolidated statement of cash flows	**5,682**	**2,197**	**5,682**	**2,197**

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 Group

	Attributable to equity holders of the Company							
	Share capital	Share-based payment reserve	Fair value reserve	Currency translation reserve	(Accumulated losses)/ Retained earnings	Total	Non-controlling interests	Total equity
	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000
1Q2014								
Balance at 1 January 2014	99,043	-	1,662	(2,495)	(23,921)	74,289	2,622	76,911
(Loss)/Profit for the period	-	-	-	-	(5,869)	(5,869)	130	(5,739)
Other comprehensive (loss)/income, net of tax:								
Net change in fair value of financial assets, available-for-sale	-	-	(3,843)	-	-	(3,843)	-	(3,843)
Exchange differences on translation of foreign operations	-	-	-	119	-	119	125	244
Total comprehensive (loss)/income for the period	**-**	**-**	**(3,843)**	**119**	**(5,869)**	**(9,593)**	**255**	**(9,338)**
Balance at 31 March 2014	**99,043**	**-**	**(2,181)**	**(2,376)**	**(29,790)**	**64,696**	**2,877**	**67,573**
2Q2014								
(Loss)/Profit for the period	**-**	-	**-**	**-**	(4,230)	(4,230)	241	(3,989)
Other comprehensive (loss)/income, net of tax:								
Net change in fair value of financial assets, available-for-sale	**-**	-	(5,497)	-	-	(5,497)	-	(5,497)
Exchange differences on translation of foreign operations	**-**	-	-	(417)	-	(417)	(93)	(510)
Total comprehensive (loss)/income for the period	**-**	**-**	**(5,497)**	**(417)**	**(4,230)**	**(10,144)**	**148**	**(9,996)**
Balance at 30 June 2014	**99,043**	**-**	**(7,678)**	**(2,793)**	**(34,020)**	**54,552**	**3,025**	**57,577**
1Q2013								
Balance at 1 January 2013	55,509	116	-	(1,705)	46,830	100,750	3,551	104,301
Profit/(Loss) for the period	-	-	-	-	30,969	30,969	(12)	30,957
Other comprehensive (loss)/income, net of tax:								
Net change in fair value of financial assets, available-for-sale	-	-	(804)	-	-	(804)	-	(804)
Exchange differences on translation of foreign operations	-	-	-	48	-	48	19	67
Total comprehensive (loss)/income for the period	**-**	**-**	**(804)**	**48**	**30,969**	**30,213**	**7**	**30,220**
Share option exercised	54	(4)	-	-	-	50	-	50
Share issue expenses	* (-)	-	-	-	-	* (-)	-	* (-)
Balance at 31 March 2013	**55,563**	**112**	**(804)**	**(1,657)**	**77,799**	**131,013**	**3,558**	**134,571**
2Q2013								
(Loss)/Profit for the period	-	-	-	-	(22,391)	(22,391)	124	(22,267)
Other comprehensive (loss)/income, net of tax:								
Net change in fair value of financial assets, available-for-sale	-	-	(1,606)	-	-	(1,606)	-	(1,606))
Exchange differences on translation of foreign operations	-	-	-	(69)	-	(69)	(25)	(94)
Total comprehensive (loss)/income for the period	**-**	**-**	**(1,606)**	**(69)**	**(22,391)**	**(24,066)**	**99**	**(23,967)**
Share option exercised	359	(59)	-	-	-	300	-	300
Balance at 30 June 2013	**55,922**	**53**	**(2,410)**	**(1,726)**	**55,408**	**107,247**	**3,657**	**110,904**

* : < S$1,000

Statement of Changes in Equity of the Company

	Share capital	Share-based payment reserve	Fair value reserve	Accumulated losses	Total
	S$'000	S$'000	S$'000	S$'000	S$'000
1Q2014					
Balance at 1 January 2014	99,043	-	1,662	(27,322)	73,383
Loss for the period	-	-	-	(2,374)	(2,374)
Other comprehensive loss, net of tax:					
Net change in fair value of financial assets, available-for-sale	-	-	(2,009)	-	(2,009)
Total comprehensive loss for the period	**-**	**-**	**(2,009)**	**(2,374)**	**(4,383)**
Balance at 31 March 2014	**99,043**	**-**	**(347)**	**(29,696)**	**69,000**
2Q2014					
Loss for the period	-	-	-	(3,610)	(3,610)
Other comprehensive loss, net of tax:					
Net change in fair value of financial assets, available-for-sale	-	-	(5,392)	-	(5,392)
Total comprehensive loss for the period	**-**	**-**	**(5,392)**	**(3,610)**	**(9,002)**
Balance at 30 June 2014	**99,043**	**-**	**(5,739)**	**(33,306)**	**59,998**
1Q2013					
Balance at 1 January 2013	55,509	116	-	(9,450)	46,175
Profit for the period	-	-	-	97	97
Other comprehensive (loss)/income, net of tax:					
Net change in fair value of financial assets, available-for-sale	-	-	(804)	-	(804)
Total comprehensive (loss)/income for the period	**-**	**-**	**(804)**	**97**	**(707)**
Share options exercised	54	(4)	-	-	50
Share issue expense	* (-)	-	-	-	* (-)
Balance at 31 March 2013	**55,563**	**112**	**(804)**	**(9,353)**	**45,518**
2Q2013					
Loss for the period	-	-	-	(742)	(742)
Other comprehensive loss, net of tax:					
Net change in fair value of financial assets, available-for-sale	-	-	(1,606)	-	(1,606)
Total comprehensive loss for the period	**-**	**-**	**(1,606)**	**(742)**	**(2,348)**
Share options exercised	359	(59)	-	-	300
Share issue expense	-	-	-	-	-
Balance at 30 June 2013	**55,922**	**53**	**(2,410)**	**(10,095)**	**43,470**

* : < S$1,000

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.

Issued share capital

	No. of shares	Amount S$'000
As at 30 June 2014	2,583,006,879	99,043

	No. of shares
As at 30 June 2013	1,710,004,586
Issued ordinary shares	861,002,293
Share options exercised	12,000,000
As at 30 June 2014	2,583,006,879

As at 30 June 2014, the Company did not hold any treasury shares (30 June 2013: Nil).

Outstanding unissued ordinary shares under the Company's Share Option Scheme II ("ESOS II 2010")

	No. of shares
As at 30 June 2013	12,000,000
Exercised	(12,000,000)
As at 30 June 2014	-

The ESOS II 2010 has stopped operation with effect from 15 May 2010, hence, no further option will be granted under the ESOS II 2010.

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.

	As at 30/6/2014	As at 31/12/2013
Total number of issued ordinary shares	2,583,006,879	2,583,006,879

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.

3. Where the figures have been audited or reviewed, the independent auditor's 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 applied by the Group are consistent with those used in its most recently audited financial statements, except for those as disclosed under paragraph 5.

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.

On 1 January 2014, the Group adopted the following new/revised/amended Financial Reporting Standards ("FRS").

Description	Effective for annual periods beginning on or after
FRS 27 (Revised) *Separate Financial Statements*	1 January 2014
FRS110 *Consolidated Financial Statements*	1 January 2014
FRS112 *Disclosure of Interests in Other Entities*	1 January 2014

The adoption of the above FRSs, do not/have no material impact on the financial position or financial performance of the Group.

6. (Loss)/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		GROUP	
(Loss)/Earnings per share for loss attributable to the equity holders of the Company	**2Q2014**	**2Q2013**	**1H2014**	**1H2013**
(i) On the weighted average number of ordinary shares in-issue (in cents)	(0.16)	(1.32)	(0.39)	0.51
- Weighted average number of shares	2,583,006,879	1,702,751,839	2,583,006,879	1,698,692,431
(ii) On a fully diluted basis (in cents)	(0.16)	(1.31)	(0.39)	0.50
- Adjusted weighted average number of shares *	2,583,006,879	1,712,453,153	2,583,006,879	1,708,393,746

* As at 30 June 2013, for the purpose of calculating diluted (loss)/earnings per share, the weighted average number of ordinary shares is adjusted for the effects of all dilutive potential ordinary shares arising from ESOS II Options 2010.

As at 30 June 2014, there is no outstanding unissued ordinary share under ESOS II Option 2010.

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	
	As at 30/6/2014	As at 31/12/2013	As at 30/6/2014	As at 31/12/2013
Net asset value per ordinary share based on issued share capital at the end of the financial year (equity holders of the Company) (in cents)	2.23	+ 2.98	2.32	+ 2.84

+ : Adjusted and audited as at 31/12/2013

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.

Commentary on the Consolidated Statement of Comprehensive Income/(Loss)

Statement of Profit or Loss

The Group's revenue was $0.85 million in the second quarter in 2014 ("2Q2014"), was $0.13 million or 19% higher as compared to $0.71 million in the second quarter in 2013 ("2Q2013"). Sterilisation business segment was the largest contributor to revenue with 99% ($0.84 million) and followed by property related segment with 1% ($0.07 million) in 2Q2014 (2Q2013: 98% ($0.70 million) and 1% ($0.07 million), respectively).

The Group's revenue for first half year in 2014 ("1H2014") was $1.82 million, was $0.14 million or 8% higher than the corresponding period ("1H2013") of $1.68 million. Sterilisation business segment remained the largest contributor to revenue with 90% ($1.64 million) and followed by property related segment with 9% ($0.17 million) in 1H2014 (1H2013: 75% ($1.26 million) and 24% ($0.40 million), respectively).

The net other losses was $1.10 million for 2Q2014 (2Q2013: net other losses of $25.96 million) and $4.18 million for 1H2014 (1H2013: net other gains of $12.24 million), mainly comprise of:
(a) net unrealised fair value losses on financial assets designated as fair value through profit or loss of $1.92 million for 2Q2014 and $4.61 million for 1H2014 as compared to 2Q2013 was a net unrealised fair value losses of $26.58 million and net unrealised fair value gains of $11.31 million for 1H2013. The reported unrealised fair value (losses)/gains arose from the mark-to-market adjustment of the value of the quoted financial assets, at fair value through profit or loss generating the revaluation (losses)/gains based on market bid prices on the securities held. The quoted financial assets, at fair value through profit or loss comprised of a portfolio of equity investments in companies listed in the Singapore Exchange and Bursa Malaysia.
(b) net losses on disposal of financial assets, at fair value through profit or loss of $0.07 million for 2Q2014 and $1.02 million for 1H2014 as compared to 2Q2013 was net gains of $0.56 million and $0.85 million for 1H2013.
(c) interest income of $0.73 million in 2Q2014 (2Q2013: $3,000) and $1.31 million for 1H2014 (1H2013: $7,000), mainly derived from (i) interest on convertible notes and loan facility of $0.70 million for 2Q2014 (2Q2013: Nil) and $1.27 million for 1H2014 (1H2013: Nil); and (ii) bank balances of $0.02 million for 2Q2014 (2Q2013: $3,000) and $0.04 million for 1H2014 (1H2013: $7,000).
(d) Net currency exchange gain of $0.14 million in 2Q2014 (2Q2013: $0.03 million) and $0.07 million for 1H2014 (1H2013: $0.03 million).

Total expenses increased by $2.32 million, from $1.42 million in 2Q2013 to $3.74 million in 2Q2014 and increased by $4.09 million, from $3.28 million in 1H2013 to $7.36 million in 1H2014. The increase was primarily due to additional expenses incurred pertaining to the various investment projects undertaken by the Group in the mineral and energy resources segment.
In 2Q2014 and 1H2014 approximately:
(a) an increase in:
  (i) amortisation of cost on draw down loan from Wintercrest Advisor LLC ("Wintercrest Loan") and arranger fees of the Wintercrest Loan of approximately $2.03 million for 2Q2014 (2Q2013: Nil) and $3.42 million for 1H2014 (1H2013: Nil);
  (ii) interest expense of $0.59 million for 2Q2014 (2Q2013: Nil) and $0.71 million for 1H2014 (1H2013: Nil) on Wintercrest Loan; and
  (iii) Chairman-designate and Adviser to Chairman consultancy fees of approximately $0.12 million for 2Q2014 (2Q2013: Nil) and $0.36 million for 1H2014 (1H2013: Nil).
(b) a decrease in:
  (i) transaction cost incurred on disposal/acquisition of financial assets, at fair value through profit or loss of $0.36 million and $0.67 million from investment holding segment due to lesser disposal/acquisition transactions for financial assets, at fair value through profit or loss in 2Q2014 as compared to 2Q2013 and 1H2014 as compared to 1H2013, respectively.

Income tax credit decreased from $4.40 million in 2Q2013 to approximately $1,000 in 2Q2014. The $4.40 million in 2Q2013 was mainly due to the reversal of the effect of deferred tax liabilities in view of fair value losses associated with quoted financial assets recognised in 2Q2013. No additional provision of current income tax payable and deferred tax liability in 2Q2014 on the effect of deferred tax liabilities recognised on the fair value gains associated with financial assets, at fair value through profit or loss accounted for in accordance with FRS 12 *Income Taxes*.

Income tax expense decreased from $1.95 million in 1H2013 to approximately $2,000 in 1H2014. Income tax expense of $1.95 million recorded in 1H2013 was mainly due to tax payable of $0.87 million on realised gains upon the disposal of quoted financial assets and $0.96 million on the effect of deferred tax liabilities recognised in the investment holding segment on the fair value gains associated with quoted financial assets. No additional provision of current income tax payable and deferred tax liability in 1H2014 on the effect of deferred tax liabilities recognised on the fair value gains associated with financial assets, at fair value through profit or loss accounted for in accordance with FRS 12 *Income Taxes*.

Other Comprehensive (Loss)/Income

Exchange differences on translating foreign operations of net loss of $0.51 million in 2Q2014 (2Q2013: $0.09 million) and $0.27 million in 1H2014 (1H2013: $0.03 million) relates to the translation of the results and the net assets of the Group's foreign operations from their functional currencies to the Group's presentation currency in accordance with FRS 21 *The Effects of Changes in Foreign Exchange Rate.*

Net change in fair value of financial assets, available-for-sale of $5.50 million in 2Q2014 (2Q2013: $1.61 million) and $9.34 million in 1H2014 (1H2013: $2.41 million) was due to recognition of unrealised fair value losses from the mark-to-market adjustment of the value of the portfolio of the quoted investments listed in the Australian Securities Exchange.

Commentary on the Statement of Financial Position

The increase in cash and bank balances of $3.16 million from $2.53 million as at 31 December 2013 to $5.69 million as at 30 June 2014 was attributed to the balance on utilisation of the net proceeds received from Wintercrest Loan in 2Q2014.

Financial assets, at fair value through profit or loss decreased from $18.39 million as at 31 December 2013 to $11.89 million as at 30 June 2014. The decrease in financial assets, at fair value through profit or loss was mainly due to mark-to-market adjustment of quoted equity shares held with an additional net loss of $4.61 million in 1H2014. Financial assets, at fair value through profit or loss were stated at their fair value based on their quoted bid prices at the respective dates. During 1H2014, the net disposal of financial assets, at fair value through profit or loss was $1.89 million.

Trade and other receivables of $7.70 million as at 30 June 2014 (31 December 2013: $1.65 million) mainly comprise of:
(a) third party trade receivables of $0.39 million (31 December 2013: $0.31 million);
(b) interest receivables of $1.81 million (31 December 2013: $0.54 million);
(c) other receivables of $5.50 million (31 December 2013: $0.79 million) pertains to the transaction costs related to mainly:
    (i) legal/consulting and professional/statutory for Genesis Resources Limited of $0.83 million (paid: $0.05 million) and Merlin Diamonds Limited of $1.75 million (paid: $0.12 million); and
    (ii) stamp duties payable to tax authorities for Genesis Resources Limited of $0.29 million (paid: Nil) and Merlin Diamonds Limited of $2.05 million (paid: Nil).

The increase in interest receivables as at 30 June 2014 arose from interest on convertible notes and convertible loan facility advanced by the Group from July 2013. The increase in other receivables as at 30 June 2014 mainly pertains to capitalisation of accrued/provision of transaction costs incurred in relation to the Group's expenditure of investments in view of lodging the bidder's statement of Genesis Resources Limited on 21 March 2014 ($1.12 million) and Merlin Diamonds Limited on 24 April 2014 ($3.80 million) ("Takeover Bid Costs").

Other current assets increased by $0.14 million from $0.23 million as at 31 December 2013 to $0.36 million as at 30 June 2014. The increase arose from increase in deposit of $0.03 million and increase in prepayment of $0.10 million.

Assets held for sale decreased by 45% or $0.90 million from $2.00 million as at 31 December 2013 to $1.11 million as at 30 June 2014. As at 30 June 2014, assets held for sale comprised of two units (31 December 2013: 4 units) of investment properties in Malaysia. The decrease arose from sale of two units of properties classified as assets held for sale.

Derivative financial assets of $0.94 million as at 30 June 2014 (31 December 2013: $0.53 million) pertained to fair value of the equity component of the convertible notes to Celsius Coal Limited and Azarga Resources Limited in accordance with FRS 39 *Financial Instruments: Recognition and Measurement* classified under financial assets, available-for-sale. Derivative financial assets were presented as non-current assets as the remaining maturity of the instruments are more than 12 months.

The increase in deferred tax assets of 24% or $0.02 million from $0.09 million as at 31 December 2013 to $0.11 million as at 30 June 2014 was mainly pertaining to additional deferred tax assets provided for accelerated tax depreciation of $0.01 million and provisions of $0.01 million.

Borrowings increased by $23.14 million from $3.95 million as at 31 December 2013 to $27.09 million as at 30 June 2014 was mainly contributed by (a) additional Wintercrest Loan of $21.22 million (US$17.00 million) in 1H2014; and (b) amortisation of cost on draw down of Wintercrest Loan amounting to $2.02 million to profit and loss in 1H2014.

The decrease in current income tax liabilities of 74% or $0.07 million from $0.09 million as at 31 December 2013 to $0.02 million as at 30 June 2014 was mainly attributed to payment of income tax during the period.

Employee compensation increased by 11% or $0.04 million from $0.39 million as at 31 December 2013 to $0.43 million as at 30 June 2014 being additional provision made during the period.

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

Not applicable as there is no forecast or prospect statement previously disclosed to shareholders.

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 performance of the sterilisation segment of the Group has been consistent. Barring any unforeseen circumstances, we do not expect any substantial variation in its performance.

The Group's investment holding segment and the portfolio of quoted financial assets, available-for-sale, including the portfolio under the mineral and energy resources ties to the changes in the financial market and global economy with uncertainty and volatility in the investment outlook. The mineral and energy resources segment is a highly risky business and requires time, effort, investment and development.

Azarga Resources Limited

As at 30 June 2014, the total issued shares of Azarga Resources Limited was 76,612,700 shares and approximately 14.68% held by Powerlite Ventures Limited ("PVL"). As at 30 June 2014, the effective interest held by PVL on the quoted investments through Azarga are as follows:

- 6.62% of Powertech Uranium Corp. (TSX: PWE);
- 2.97% of Black Range Limited (ASX: BLR); and
- 2.20% of Anatolia Energy Limited (ASX: AEK).

To-date, we have the following proposed investments and acquisitions:

Proposed takeover bid of Genesis Resources Limited

The details of the above proposed acquisition have been announced via SGXNET on 24 January 2014. Genesis Resources Limited ("GES") is a company incorporated in Australia whose shares are listed and quoted for trading on the Australian Securities Exchange. GES is a mineral exploration and development company with a portfolio of quality gold, iron, manganese, uranium and base metal (copper-zinc-silver) in the highly prospective Proterozoic and Phanerozoic metallogenic provinces in northern and central Australia. On 24 January 2014, the Company entered into a bid implementation deed (the "Implementation Deed") with GES, pursuant to the Company had agreed to make an off-market takeover bid (the "Takeover Bid") to acquire all the fully paid ordinary shares in the capital of GES ("GES Shares"). The consideration to be offered under the Takeover Bid is to be satisfied by way of an allotment of 5.3 new fully paid ordinary shares in the capital of the Company's shares (the "Shares") for every two GES Shares, up to a maximum of approximately 509,549,791 new Shares (the "Consideration Shares"), subject to any fractional entitlements being rounding up to the nearest whole Consideration Shares. With the Takeover Bid, the Company hopes to acquire the entire equity of GES to add value to the Plavica Project and to the Company's shareholders and to strengthen its position in the mineral and energy resources industry. The Company is required to lodge and issue a bidder's statement to the shareholders of GES (the "Shareholders") within two months of the date of the Implementation Deed offering to acquire all the GES Shares. The Takeover Bid will be made at an implied bid price of A$0.169 per GES Shares, for an aggregate consideration of up to a maximum of A$32.50 million (equivalent to approximately S$36.64 million).

On 21 March 2014, the Company has lodged the bidder's statement to the Shareholders (the "Company's Statement") under the Australian Securities and Investments Commission and the Australian Securities Exchange. The Company's offer to acquire all the GES Shares (the "Offer"), unless withdrawn, will remain open for acceptance during the period commencing on 24 March 2014 and ending at 7 PM (Melbourne time) on 24 September 2014, subject to any extension in accordance with the Corporations Act 2001 of Australia (the "Corporation Act"). The Takeover Bid and the allotment and issuance of the Consideration Shares are subject to the approval by the members of the Company in an Extraordinary General Meeting to be convened.

On 4 April 2014, the Company has lodged the first supplementary bidder's statement (the "First Supplementary Statement") with the Australian Securities and Investments Commission and the Australian Securities Exchange, to provide certain updates on the Company and the Takeover Bid on: (i) assistance with investigations of the Company's wholly owned subsidiary, G1 Investments Pte. Ltd. into an offence under the *Securities and Futures Act* (Chapter 289) of Singapore (SFA) by Commercial Affair Department of Singapore Police Force; (ii) update to the financial information disclosed in Section 6 of the bidder's statement on the reclassification made by the auditors of Blumont; (c) profit warning whereby the Group expects to report a net loss for the first quarter ended 31 March 2014; and (d) updates on conditions in Section 11.5(p)(iv) of the bidder's statement was satisfied by 31 March 2014 and that Blumont does not waive any non-satisfaction of this condition and reserves its right to rely on any non-satisfaction of this condition.

On 22 April 2014, the Company has lodged the second supplementary bidder's statement (the "Second Supplementary Company's Statement") with the Australian Securities and Investments Commission and the Australian Securities Exchange, to vary the terms of the Takeover Bid and provide certain updates on the Company and the Takeover Bid as follows: (i) increase in takeover consideration is to be satisfied by way of an issue and allotment of 9.5 Shares for every two GES Shares, up to a maximum of approximately 913,343,965 new Consideration Shares; (ii) taking into account the increased takeover consideration, the Takeover Bid and the allotment and issuance of the new Consideration Shares are subject to the approval by the members of the Company in an Extraordinary General Meeting to be convened; (iii) updated financial effects of the Takeover Bid on: (a) effect on earnings per share (before Takeover Bid: 3.77 cents; after Takeover Bid: 2.65 cents); and (b) effect on NTA per Share (before Takeover Bid: 2.88 cents; after Takeover Bid: 2.02 cents); (iv) the Company update Shareholders on the status of the offer condition as set out at paragraph 14 of Schedule 1 to the Takeover Announcement (Bidder Event), in light of the increased takeover consideration and the recent trading price of the Shares, the Company notes that it will not seek to rely on the non-satisfaction of the offer condition unless the Company's VWAP falls below $0.0272, which is equivalent to a level that is 20% below the price of Shares as at the Last Practicable Date; and (v) GES agreed that it will not exercise any right of termination which may be available to it under the Implementation Deed and agreed to vary its rights to terminate the Implementation Deed in the event of a fall in the Share price so that this right will only be exercisable in the event that the VWAP of the Shares falls below S$0.0272. Accordingly, the Company has, on 22 April 2014, entered into an amendment deed to the Implementation Deed (the "Amendment Deed") with GES.

On 2 May 2014, the Company lodged a third supplementary bidder's statement (the "Third Supplementary Company's Statement") with the Australian Securities and Investments Commission and the Australian Securities Exchange, to provide certain updates on the Takeover Bid as follows: (a) in respect to the offer condition set out in paragraph 17(a) of Schedule 1 to the Takeover Announcement (Existing Loan Agreements) which prohibited GES from drawing down any additional amounts under the Existing Loan Agreements, the Company has agreed to waive this condition in respect of aggregate draw downs under the Existing Loan Agreements of up to A$9 million; and (b) in respect of the Offer Condition set out in paragraph 16(d) of Schedule 1 to the Takeover Announcement (Plavica Concessions) which required GES to finalise and submit to the Plavica JV Partner the final feasibility study in respect of Plavica Concession No. 19-6648/1 in accordance and compliance with the Plavica JV Agreement, the Company confirms this offer condition has been fulfilled.

On 6 June 2014, the Company lodged a fourth supplementary bidder's statement (the "Fourth Supplementary Company's Statement") with the Australian Securities and Investments Commission and the Australian Securities Exchange, to provide update on the Status of the Offer Condition referring to previous announcement on 22 April 2014. The Company indicated that the relevant Share price at which the Company may rely on this Offer Condition being triggered is S$0.0272. The Company notes that, at various times before the date of the Fourth Supplementary Company's Statement, this Offer Condition has not been satisfied. The Company is waiving its right in respect of the non-satisfaction of this Offer Condition for the period prior to the date of the Fourth Supplementary Company's Statement. The Company will disclose any updates or further information on the Takeover Bid when it is appropriate to do so.

On 23 July 2014, the Company lodged a fifth supplementary bidder's statement (the "Fifth Supplementary Company's Statement") with the Australian Securities and Investments Commission and the Australian Securities Exchange. The Fifth Supplementary Company's Statement provides updates on: (a) the Company has acquired the remaining ordinary shares in Blumont Copper Pte. Ltd. that it did not already own and now holds 100% of the total issued share capital of Blumont Copper Pte. Ltd. Given that Blumont Copper Pte. Ltd. is now 100% owned by the Company, the Company and the former shareholders in Blumont Copper Pte. Ltd. have formally terminated the Blumont Copper Joint Venture Agreement; (b) changes in the Company's Directors and committees as follows: (i) appointment of Mr Farhash Wafa Salvador as independent non-executive director of the Company with effect from 18 July 2014, as well as member of the Company's Nominating Committee, Audit Committee and Remuneration Committee; (ii) redesignation of Mr Ng Kim Huatt as an executive director with effect from 19 July 2014; (iii) resignation of Mr James Hong Gee Ho as an executive director with effect from 20 July 2014; and (iv) at the date of this Fifth Supplementary Company's Statement, the Company's Board comprise of Mr Ng Kim Huatt (Executive Director), Mr Calvin Lim (Lead Independent Director), Mr Tan Gim Kang (Independent Non-Executive Director) and Mr Farhash Wafa Salvador (Independent Non-Executive Director) and (c) extension of Merlin Takeover Bid Offer Period so that Merlin Takeover Bid is now scheduled to close at 7:00pm on 30 September 2014 (unless further extended or withdrawn).

Investment in Merlin Diamonds Limited

The details of the above proposed acquisition have been announced via SGXNET on 17 February 2014. On 16 February 2014, the Company entered into a subscription application letter with Merlin Diamonds Limited ("MED"), pursuant to which the Company has agreed to subscribe for 26,000,000 fully paid ordinary shares in the capital of MED at the subscription price of A$0.075 per MED share for a total subscription price of A$1,950,000 (equivalent to approximately S$2.22 million). The subscription consideration will be fully satisfied in cash, funded from the internal resources of the Group, and paid to MED upon completion of the subscription. The subscription is intended to be applied towards the further development of MED's flagship Merlin Diamond mine project. To date, MED had allotted 16,000,000 shares to the Company and with an outstanding 10,000,000 shares to be allotted to the Company upon completion.

Proposed takeover bid of Merlin Diamond Limited

The details of the above proposed acquisition have been announced via SGXNET on 28 February 2014. Merlin Diamonds Limited ("MED") is a company incorporated in Australia whose shares are listed and quoted for trading on the Australian Securities Exchange. MED is a diamond and development in the Northern Territory, Australia. On 28 February 2014, the Company entered into a bid implementation deed (the "Implementation Deed") with MED, pursuant to the Company had agreed to make an off-market takeover bid (the "Takeover Bid") to acquire all the fully paid ordinary shares in the capital of MED ("MED Shares"). The consideration to be offered under the Takeover Bid is to be satisfied by way of an allotment of 5.7 new fully paid ordinary shares in the capital of the Company's shares (the "Shares") for every two MED Shares, up to a maximum of approximately 1,021,597,879 new Shares (the "Consideration Shares"), subject to any fractional entitlements being rounding up to the nearest whole Consideration Shares. With the Takeover Bid, the Company hopes to acquire the entire equity of MED to add value to the Merlin Diamond mine project and to the Company's shareholders and to strengthen its position in the mineral and energy resources industry. The Company is required to lodge and issue a bidder's statement to the shareholders of MED within two months of the date of the Implementation Deed offering to acquire all the MED Shares. The Takeover Bid will be made at an implied bid price of A$0.15 (approximately S$0.1698) per MED Shares, for an aggregate consideration of up to a maximum of S$60.87 million. On 6 March 2014, the Company announced that the Takeover Bid and the allotment and issuance of the Consideration Shares are subject to the approval by the members of the Company in an Extraordinary General Meeting to be convened.

On 24 April 2014, the Company has lodged its bidder's statement to the shareholders of MED (the "Company's Statement") with the Australian Securities and Investments Commission and the Australian Securities Exchange. The Company's offer to acquire all the MED Shares (the "Offer"), unless withdrawn, will remain open for acceptance during the period commencing on 28 April 2014 and ending at 7 PM (Sydney time) on 31 July 2014, subject to any extension in accordance with the Corporations Act 2001 of Australia. The Takeover Bid and the allotment and issuance of the Consideration Shares are subject to the approval by the members of the Company in an Extraordinary General Meeting to be convened.

On 2 May 2014, the Company has lodged a supplementary bidder's statement (the "First Supplementary Company's Statement") with the Australian Securities and Investments Commission and Australian Securities Exchange. The Company update MED shareholders (the "Shareholders") on the status of the offer condition set out at Section 11.5(o)(i) of the Company's Statement which provides that other than in respect of MED Shares to be issued to the Company as announced on 17 February 2014, before the Register Date, MED must issue any remaining MED Shares pursuant to the MED Approved Placements and have received the full proceeds in immediate available funds. This offer condition was not satisfied within the timeframe and the Company has agreed to waive this offer condition.

On 6 June 2014, the Company has lodged a second supplementary bidder's statement (the "Second Supplementary Company's Statement") with the Australian Securities and Investments Commission and Australian Securities Exchange. As previously announced, the Company indicated that the relevant Share price at which the Company may rely on this Offer Condition being triggered is S$0.0272. The Company notes that, at various times before the date of the Second Supplementary Company's Statement, this Offer Condition has not been satisfied. The Company is waiving its right in respect of the non-satisfaction of this Offer Condition for the period prior to the date of the Second Supplementary Company's Statement. The Company will disclose any updates or further information on the Takeover Bid when it is appropriate to do so.

On 18 July 2014, the Company announced that it has extended the Offer Period under its recommended off-market takeover bid for all the ordinary shares of MED which is scheduled to close at 7.00pm Sydney time on 30 September 2014 (unless further extended or withdrawn).

On 23 July 2014, the Company has lodged a third supplementary bidder's statement (the "Third Supplementary Company's Statement") with the Australian Securities and Investments Commission and Australian Securities Exchange. The Third Supplementary Company's Statement provides updates on the (a) extension of the Offer Period until 30 September 2014 as announced on 18 July 2014 (per above) and the new date for giving notice on the status of the Conditions is 22 September 2014; (b) given that the extension of the Offer Period, the Shareholders that have accepted into the Takeover Bid on or before the date of the Extension Notice may withdraw their acceptance within one month beginning on the day after they receive the Extension Notice; (c) the Company has acquired the remaining ordinary shares in Blumont Copper Pte. Ltd. that it did not already own and now holds 100% of the total issued share capital of Blumont Copper Pte. Ltd. Given that Blumont Copper Pte. Ltd. is now 100% owned by the Company, the Company and the former shareholders in Blumont Copper Pte. Ltd. have formally terminated the Blumont Copper Joint Venture Agreement; (d) changes in the Company's Directors and committees as follows: (i) appointment of Mr Farhash Wafa Salvador as independent non-executive director of the Company with effect from 18 July 2014, as well as member of the Company's Nominating Committee, Audit Committee and Remuneration Committee; (ii) redesignation of Mr Ng Kim Huatt as an executive director with effect from 19 July 2014; (iii) resignation of Mr James Hong Gee Ho as an executive director with effect from 20 July 2014; and (iv) at the date of this Third Supplementary Company's Statement, the Company's Board comprise of Mr Ng Kim Huatt (Executive Director), Mr Calvin Lim (Lead Independent Director), Mr Tan Gim Kang (Independent Non-Executive Director) and Mr Farhash Wafa Salvador (Independent Non-Executive Director).

Increase in shareholding of Blumont Copper Pte. Ltd. ("BCPL")

On 18 July 2014, the Company announced that it had acquired 15 ordinary shares in BCPL from the investors with a consideration of US$15.00 (the "Acquisition"), representing all the BCPL shares that it did not already own. The Company now holds 100% of the total issued share capital of BCPL. In connection with the acquisition, the Company has entered into a deed of termination dated 18 July 2014 with Accessio Resources Pty Ltd to terminate the Joint Venture Agreement dated 17 September 2013.

Investment in Elysium Resources Limited

The details of the above proposed acquisition have been announced via SGXNET on 7 August 2014. On 6 August 2014, the Company entered into a share subscription agreement (the "Subscription Agreement") with Elysium Resources Limited ("EYM") (a company whose shares are listed and quoted for trading on the ASX), pursuant to which the Company has agreed to subscribe for, and EYM has agreed to allot and issue to the Company, 100,000,000 new ordinary shares in the capital of EYM (the "EYM Shares") at A$0.01 per EYM Shares and attaching 100,000,000 options over ordinary shares in the capital of EYM (the "EYM Options") (exercise price of A$0.14 per share expiring on 30 November 2014), for consideration of Blumont new shares equivalent to A$1.0 million at the date of completion, on the terms of and subject to the conditions of the Subscription Agreement (the "Subscription"). To date, no EYM Shares has been allotted to the Company and no Blumont Shares has been allotted to EYM.

11. Dividend

(a) Current Financial Period Reported On.

Any dividend declared for the current financial period reported on?
No.

(b) Corresponding Period of the Immediately Preceding Financial Year.

Any dividend declared for the corresponding period of the immediately preceding financial year?
No.

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

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

The Board of Directors does not recommend any payment of dividends for the second quarter and half year ended 30 June 2014.

13. If the Group has obtained a general mandate from shareholders for interested person transactions ("IPTs"), the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect no dividend has been declared/recommended, a statement to that effect.

The Company did not obtain a general mandate from shareholders for IPTs.

14. Confirmation pursuant to Rule 705(5) of the listing manual.

To the best of our knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited consolidated financial results for the second quarter and half year ended 30 June 2014 to be false or misleading.

On behalf of the Board of Directors

Ng Kim Huatt	Calvin Lim Huan Kim
Director	Director

15. Please disclose the status on the use of proceeds raised from IPO and any offerings pursuant to Chapter 8 and whether the use of proceeds is in accordance with the stated use. Where the proceeds have been used for working capital purposes, a breakdown with specific details on how the proceeds have been applied must be disclosed.

Not applicable.

BY ORDER OF THE BOARD
Ng Kim Huatt
Executive Director
12 August 2014