ACMA LTD

(formerly China Auto Corporation Ltd)
(Incorporated in the Republic of Singapore)
(Company Registration No.: 196500233E)

Unaudited Second Quarter Financial Statements And Related Announcement for the Financial Period Ended 30 June 2014

PART1 - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS

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

Unaudited Consolidated Statement of Comprehensive Income for :-

		Group			Group		
		2nd Quarter ended 30 June			6 months ended 30 June		
	Note	2014	2013	Inc/(Dec)	2014	2013	Inc/(Dec)
		$'000	$'000	%	$'000	$'000	%
Revenue							
Revenue		14,987	15,647	(4.2)	26,327	29,182	(9.8)
Other revenue		256	1,599	(84.0)	460	1,916	(76.0)
Total revenue		15,243	17,246	(11.6)	26,787	31,098	(13.9)
Costs and expenses							
Goods and consumables used		(7,924)	(9,089)	(12.8)	(12,830)	(17,360)	(26.1)
Staff costs		(3,056)	(3,165)	(3.4)	(6,383)	(6,022)	6.0
Finance costs		(60)	(94)	(36.2)	(104)	(188)	(44.7)
Operating expenses	1	(4,021)	(4,190)	(4.0)	(7,753)	(7,506)	3.3
Total costs and expenses		(15,061)	(16,538)	(8.9)	(27,070)	(31,076)	(12.9)
Profit/(loss) from operations		182	708	(74.3)	(283)	22	N/M
Share of results of associated companies		104	109	(4.6)	35	(107)	N/M
Profit/(Loss) before taxation		286	817	(65.0)	(248)	(85)	191.8
Income tax expense	2	(119)	(78)	52.6	(157)	(106)	48.1
Profit/(Loss) after taxation		167	739	(77.4)	(405)	(191)	112.0
Other comprehensive (loss)/income :-							
Currency translation difference arising from consolidation		92	383	(76.0)	(293)	658	N/M
Other comprehensive (loss)/income for the period, net of tax		92	383	(76.0)	(293)	658	N/M
Total comprehensive (loss)/income for the period		259	1,122	(76.9)	(698)	467	N/M
Profit/(Loss) attributable to :-							
Equity holders of the Company		58	628	(90.8)	(692)	(315)	119.7
Non-controlling interests		109	111	(1.8)	287	124	131.5
		167	739	(77.4)	(405)	(191)	112.0
Total comprehensive (loss)/income attributable to :-							
Equity holders of the Company		150	1,011	(85.2)	(985)	343	N/M
Non-controlling interests		109	111	(1.8)	287	124	131.5
		259	1,122	(76.9)	(698)	467	N/M
Earning/(Loss) per share		Cents	Cents		Cents	Cents	
Basic earning/(loss) per share		0.00	0.01		-0.02	-0.01	
Diluted earning/(loss) per share		0.00	0.01		-0.02	-0.01	

N/M - not meaningful

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1(b)(i) A statements 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	Group		Company	
	30.06.14	31.12.2013	30.06.14	31.12.2013
ASSETS	$'000	$'000	$'000	$'000
Non-current assets				
Property, plant and equipment	7,250	8,498	116	124
Investments in subsidiary companies	-	-	19,407	19,407
Investments in associated companies	66,123	66,088	65,072	66,022
Other investments	5,290	5,616	-	-
Intangible assets	3,443	3,443	-	-
Other assets	1,358	1,411	1,358	1,411
	83,464	85,056	85,953	86,964
Current assets				
Inventories	4,244	4,016	-	-
Gross amount due from customers for contract work	618	605	-	-
Trade and other receivables	36,697	34,259	169	54
Amounts owing by subsidiary companies	-	-	45,661	46,006
Amounts owing by associated companies	2,168	2,053	683	645
Marketable securities	5	5	-	-
Cash and bank balances	3,294	5,382	78	725
	47,026	46,320	46,591	47,430
Total assets	130,490	131,376	132,544	134,394
EQUITY AND LIABILITIES				
Equity attributable to owners of the parent				
Share capital	195,038	193,920	195,038	193,920
Capital reserve	1,786	1,786	-	-
Employee share option reserve	86	42	86	42
General reserve	290	290	290	290
Accumulated losses	(96,945)	(96,253)	(94,585)	(104,034)
Foreign currency translation reserve	1,515	1,808	-	-
	101,770	101,593	100,829	102,013
Non-controlling interests	2,028	1,741	-	-
Total equity	103,798	103,334	100,829	102,013
Non-current liabilities				
Finance lease payables	44	57	-	-
Current liabilities				
Gross amount due to customers for contract work	40	34	-	-
Finance lease payables	26	26	-	-
Bank borrowings - unsecured	4,316	5,116	-	-
Trade and other payables	22,087	22,727	510	1,293
Amounts owing to subsidiary companies	-	-	31,205	31,088
Income tax payables	179	82	-	-
	26,648	27,985	31,715	32,381
Total liabilities	26,692	28,042	31,715	32,381
Total equity and liabilities	130,490	131,376	132,544	134,394

Notes to the Financial Statements

1. Operating expenses

Total costs and expenses includes the following charges/(credits) :-

	Group			Group		
	2nd Quarter ended 30 June			6 months ended 30 June		
	2014	2013	Inc/(Dec)	2014	2013	Inc/(Dec)
	$'000	$'000	%	$'000	$'000	%
Amortisation of long term operating lease	127	127	-	256	253	1.2
Amortisation of other assets	27	26	3.8	53	52	1.9
Depreciation of property, plant and equipment	606	797	(24.0)	1,257	1,534	(18.1)
Gain on disposal of property, plant and equipment	(18)	-	N/M	(37)	-	N/M
Write off of property, plant & equipment	2	-	N/M	4	-	N/M
Provision for /(Write back of) allowance on inventory obsolescence	22	-	N/M	(178)	-	N/M
Write back of allowance on impairment of doubtful receivables	(73)		N/M	(73)		N/M
Allowance on impairment of doubtful receivables	-	375	N/M	-	375	N/M
Loss/(Gain) on foreign exchange	134	(243)	N/M	229	(48)	N/M

N/M - not meaningful

2. Income tax expense

	Group			Group		
	2nd Quarter ended 30 June			6 months ended 30 June		
	2014	2013	Inc/(Dec)	2014	2013	Inc/(Dec)
	$'000	$'000	%	$'000	$'000	%
Current taxation	(119)	(83)	43.4	(153)	(106)	44.3
Under provision in respect of prior years:-						
Current taxation	-	5	N/M	(4)	-	N/M
Charge for the period	(119)	-78	52.6	(157)	-106	48.1

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

Amount repayable in one year or less, or on demand :-

As at 30.06.2014		As at 31.12.2013	
Secured	Unsecured	Secured	Unsecured
$ 26,000	$ 4,316,000	$ 26,000	$ 5,116,000

Amount repayable after one year :-

As at 30.06.2014		As at 31.12.2013	
Secured	Unsecured	Secured	Unsecured
$ 44,000	$ -	$ 57,000	$ -

Details of any collateral :-

Finance lease payables amounting to S$70,000 (31.12.2013: S$83,000) are secured on certain of the Group's equipment.

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

	Group		Group	
	2nd Quarter ended 30 June		6 months ended 30 June	
	2014	2013	2014	2013
	$'000	$'000	$'000	$'000
Cash flow from operating activities :				
Profit/(Loss) before taxation	286	817	(248)	(85)
Adjustments for :-				
Depreciation of property, plant and equipment	606	797	1,257	1,534
Amortisation of long-term operating lease	127	127	256	253
Amortisation of other assets	27	26	53	52
Cost of share-based payment	22	-	44	-
Write off of property, plant & equipment	2	(1)	4	(1)
Unrealised exchange differences	212	(18)	94	(170)
Gain on disposal of :-				
- property, plant and equipment	(18)	-	(37)	-
- other investments	-	(1,262)	-	(1,262)
Interest income	(56)	(3)	(110)	(41)
Interest expense	60	94	104	188
Write back of allowance on impairment of doubtful receivables	(73)	-	(73)	-
Allowance on impairment of doubtful receivables	-	375	-	375
Write back of allowance on inventory obsolescence	22	-	(178)	-
Share of results of associated companies	(104)	(109)	(35)	107
Operating profit/(loss) before working capital changes	1,113	843	1,131	950
Increase in receivables	(4,450)	(1,273)	(2,362)	(1,873)
Decrease/(Increase) in inventories and contract work-in-progress	36	(167)	(57)	(2,088)
Increase/(Decrease) in payables	1,801	(1,669)	(640)	(48)
Cash used in operations	(1,500)	(2,266)	(1,928)	(3,059)
Net income taxes paid	(43)	(109)	(60)	(107)
Net cash used in operating activities	(1,543)	(2,375)	(1,988)	(3,166)
Cash flow from investing activities :				
Interest received	-	1	4	5
Purchase of property, plant and equipment	(224)	(49)	(236)	(91)
Purchase of shares in associated companies	-	(20)	-	(20)
Proceeds from disposal of property, plant and equipment	-	-	3	-
Proceeds from disposal of assets available-for-sale	-	3,875	-	3,875
Net cash (used in)/generated from investing activities	(224)	3,807	(229)	3,769
Cash flow from financing activities :				
Interest paid	(60)	(94)	(104)	(188)
Proceeds from/(Repayment of) bank borrowings	(1,253)	(2,484)	(1,001)	(3,252)
Decrease in finance leases	(7)	(10)	(13)	(20)
Decrease/(Increase) in amounts due from associated companies	6	29	(12)	(15)
Proceeds from issue of new shares, net of costs	768	-	768	-
Proceeds from issue of new shares on exercise of share options	-	150	350	822
Net cash used in financing activities	(546)	(2,409)	(12)	(2,653)
Net decrease in cash and cash equivalents	(2,313)	(977)	(2,229)	(2,050)
Cash and cash equivalents at beginning of the period	4,663	3,007	4,617	4,022
Effects of exchange rate changes on cash and cash equivalents	(22)	89	(60)	147
Cash and cash equivalents at end of the period	2,328	2,119	2,328	2,119
Cash and cash equivalents comprise the following :-				
Cash and bank balances	3,294	2,817	3,294	2,817
Bank overdrafts	(966)	(698)	(966)	(698)
	2,328	2,119	2,328	2,119

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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.

STATEMENTS OF CHANGES IN EQUITY

	Attributable to owners of the parent								Non-controlling interests	Total equity
GROUP	Share Capital	Warrant reserve	Capital Reserve	Employee Share Option Reserve	General Reserve	Accumulated Losses	Foreign Currency Translation Reserve	Total		
	$'000	$'000	$'000	$'000	$'000	$'000	$'000	$'000	$'000	$'000
Balance at 1 January 2014	193,920	-	1,786	42	290	(96,253)	1,808	101,593	1,741	103,334
Total comprehensive loss for the financial period	-	-	-	-	-	(750)	(385)	(1,135)	178	(957)
Cost of share-based payment	-	-	-	22	-	-	-	22	-	22
Share options exercised	350	-	-	-	-	-	-	350	-	350
Balance at 31 March 2014	194,270	-	1,786	64	290	(97,003)	1,423	100,830	1,919	102,749
Balance at 1 April 2014	194,270	-	1,786	64	290	(97,003)	1,423	100,830	1,919	102,749
Total comprehensive income for the financial period	-	-	-	-	-	58	92	150	109	259
Issuance of new shares pursuant to a Share Subscription Agreement	768	-	-	-	-	-	-	768		768
Cost of share-based payment	-	-	-	22	-	-	-	22	-	22
Balance at 30 June 2014	195,038	-	1,786	86	290	(96,945)	1,515	101,770	2,028	103,798
Balance at 1 January 2013	193,098	11,795	1,778	9	290	(108,488)	961	99,443	2,069	101,512
Total comprehensive loss for the financial period	-	-	-	-	-	(943)	275	(668)	13	(655)
Share options exercised	672	-	-	-	-	-	-	672	-	672
Balance at 31 March 2013	193,770	11,795	1,778	9	290	(109,431)	1,236	99,447	2,082	101,529
Balance at 1 April 2013	193,770	11,795	1,778	9	290	(109,431)	1,236	99,447	2,082	101,529
Total comprehensive loss for the financial period	-	-	-	-	-	628	383	1,011	111	1,122
Share options exercised	150	-	-	-	-	-	-	150	-	150
Balance at 30 June 2013	193,920	11,795	1,778	9	290	(108,803)	1,619	100,608	2,193	102,801

COMPANY	Share Capital	Warrant reserve	Employee Share Option Reserve	General Reserve	Accumulated Losses	Total
	$'000	$'000	$'000	$'000	$'000	$'000
Balance at 1 January 2014	193,920	-	42	290	(93,189)	101,063
Total comprehensive loss for the financial period	-	-	-	-	(662)	(662)
Cost of share-based payment	-	-	22	-	-	22
Share options exercised	350	-	-	-	-	350
Balance at 31 March 2014	194,270	-	64	290	(93,851)	100,773
Balance at 1 April 2014	194,270	-	64	290	(93,851)	100,773
Total comprehensive loss for the financial period	-	-	-	-	(734)	(734)
Issuance of new shares pursuant to a Share Subscription Agreement	768	-	-	-	-	768
Cost of share-based payment	-	-	22	-	-	22
Balance at 30 June 2014	195,038	-	86	290	(94,585)	100,829
Balance at 1 January 2013	193,098	11,795	9	290	(93,668)	111,524
Total comprehensive loss for the financial period	-	-	-	-	(543)	(543)
Share options exercised	672	-	-	-	-	672
Balance at 31 March 2013	193,770	11,795	9	290	(94,211)	111,653
Balance at 1 April 2013	193,770	11,795	9	290	(94,211)	111,653
Total comprehensive loss for the financial period	-	-	-	-	(287)	(287)
Share options exercised	150	-	-	-	-	150
Balance at 30 June 2013	193,920	11,795	9	290	(94,498)	111,516

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 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.

Ordinary shares issued and fully paid-up	**Number of shares**	**Paid-up share capital**
		S$
Balance as at 1 April 2014	4,213,039,945	194,270,320
Issue of new shares pursuant to Share Subscription Agreement	26,041,000	768,210
Balance as at 30 June 2014	4,239,080,945	195,038,530

In Q2 2014, the Company issued 26,041,000 new ordinary shares at S$0.0295 for each new ordinary share pursuant to a Share Subscription Agreement

Acma Employee Share Option Scheme 2004

As at 31 March 2014 and 30 June 2014, there were outstanding options for 50,750,000 and 101,475,000 new ordinary shares with an exercise price of S$0.035 and S$0.034 per share respectively.

As at 30 June 2014, there were outstanding options for 50,750,000 (30 June 2013: 84,400,000) and 101,475,000 (30 June 2013: nil) new ordinary shares with an exercise price of S$0.035 and S$0.034 per share respectively.

Outstanding Warrants

As at 31 March 2014 and 30 June 2014, there were 1,395,526,880 Warrants with each Warrant carrying the right to subscribe for one new ordinary share in the capital of the Company at an exercise price of S$0.035 for each new share. These Warrants will expire on 7 July 2016.

As at 30 June 2013, there were 809,001,175 Warrants with each Warrant carrying the right to subscribe for one new ordinary share in the capital of the Company at an exercise price of S$0.07 for each new share. These Warrants expired on 6 August 2013.

Treasury Shares
There were no outstanding treasury shares held by the Company as at 30 June 2014 and 30 June 2013.

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 June 2014, the Company had 4,239,080,945 issued and fully paid ordinary shares (excluding treasury shares). As at 31 December 2013, the Company had 4,203,038,945 issued and fully paid ordinary shares (excluding treasury shares).

1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

Not applicable.

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

The figures have not been audited or reviewed by the Company's 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.

Other than the adoption of the amended Financial Reporting Standards (FRS) that are effective for the current financial year, the Group has applied the same accounting policies and methods of computation in the preparation of the financial statements for the current reporting period compared with the audited financial statements as at 31 December 2013.

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

The Group has adopted all the new and revised FRS and INT FRS that are relevant to its operations and effective for the current financial period. The adoption of these new/revised FRS and INT FRS does not result in changes to the Group's accounting policies and has no material effect on the amounts reported for the current or prior years.

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		Group	
	3 months ended 30 June		6 months ended 30 June	
	2014	2013	2014	2013
Profit/(Loss) per share (cents)				
Based on weighted average number of ordinary shares	0.00	0.01	-0.02	-0.01
- weighted average number of shares ('000)	4,218,191	4,194,318	4,212,653	4,194,318
On a fully diluted basis, based on adjusted weighted average number of shares	0.00	0.01	-0.02	-0.01
- adjusted weighted average number of shares ('000)	4,218,191	4,255,068	4,212,653	4,255,068

7. Net asset value (for the issuer and group) per ordinary share based on 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 30.06.2014	As at 31.12.2013	As at 30.06.2014	As at 31.12.2013
Net asset backing per ordinary share based on existing issued share capital as at the end of the period reported on	2.40 cents	2.46 cents	2.38 cents	2.43 cents

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.

Revenue

Revenue decreased by 4.2% from S$15.6 million for the 3 month period ended 30 June 2013 ("Q2 2013") to S$15.0 million for the 3 month period ended 30 June 2014 ("Q2 2014"). This was attributable mainly to revenue decrease of S$1.2 million of the Group's Tooling business, offset by an increase of S$0.6 million in revenue of the Group's Plastic injection moulding business. The reduction in Tooling revenue was due mainly to lower number of projects reaching completion stage during Q2 2014 compared to Q2 2013.

Other revenue

The reduction in Other revenue in Q2 2014 compared to Q2 2013 was due mainly to a S$1.2 million gain arising from the disposal of Assets available-for-sale in Q2 2013.

Costs & Expenses

(a) Goods and consumables used

Goods and consumables used decreased by 12.8% from S$9.1 million in Q2 2013 to S$7.9 million in Q2 2014. This is higher than the 4.2% decrease in revenue for the corresponding period and was due mainly to the lower use of tooling subcontractors in Q2 2014 as well as a change in sale mix (attributed mainly to the higher Plastic injection moulding revenue).

(b) Staff costs

Staff costs decreased marginally by 3.4% from S$3.2 million in Q2 2014 to S$3.1 million in Q2 2014 due mainly to the lower head count of the Group's tooling operation in Europe in Q2 2014.

(c) Operating expenses
Operating expenses decreased by 4.1% from S$4.2 million in Q2 2013 to S$4.0 million in Q2 2014, attributed mainly to a reduction in impairment allowance of doubtful receivables of S$0.4 million offset partly by an increase in exchange loss of S$0.1 million.

Share of results of associated companies
Contribution in Q2 2014 were mainly from Neftech Pte Ltd and Femto Pte Ltd.

Profit/(Loss) after taxation
The Group recorded a profit after tax of S$0.2 million in Q2 2014 (Q2 2013 : S$0.7 million profit).

Statement of Financial Position
(a) The reduction in Property, plant and equipment from S$8.5 million at 31 December 2013 to S$7.3 million at 30 June 2014 was due mainly to depreciation charge of S$1.0 million during the current period and S$0.2 million currency realignment.

(b) Trade and other receivables increased by S$2.4 million from S$34.3 million at 31 December 2013 to S$36.7 million at 30 June 2014, due mainly to increased in accrued receivables for the Group's Tooling business as at end Q2 2014 compared to end 2013.

(c) Cash and bank balances decreased by S$2.1 million from S$5.4 million at 31 December 2013 to S$3.3 million at 30 June 2014. This was due mainly to the net repayment of bank borrowings during the period and variations in the Group's working capital requirements, partly offset by S$0.8 million received from the placement of new ordinary shares.

(d) Bank borrowings decreased by S$1.8 million from S$5.1 million as at 31 December 2013 to S$4.3 million as at 30 June 2014, due mainly to lower financing for the Group's Tooling operations.

Cashflow and Working Capital
(a) As at 30 June 2014, the Group had net working capital of S$20.4 million.

(b) Cash used in operations in Q2 2014 amounted to S$1.5 million and incurred S$0.2 million on purchase of plant and equipment. The Group derived approximately S$0.8 million from issuance of new shares and repaid S$1.3 million in bank borrowings. This resulted in approximately net decrease of S$2.31 million in cash and cash equivalents from S$4.6 million at 1 April 2014 to S$2.3 million at 30 June 2014.

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

Not applicable.

10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

European auto sales have shown stable growth in 2014 with a 6% growth in sales in the EU and EFTA markets. Though the European Central Bank has indicated that economic recovery in the Euro area may continue to be moderate and uneven, we are encouraged by the increase in recent order intake and business enquiries. The Group is therefore optimistic that barring unforeseen circumstances, FY2014 should be a better year for the Group's automotive tooling business.

Neftech Pte Ltd
This is our associated company whose principal activity is the development and marketing of its proprietary cavitation and nano-additives to achieve fuel savings for shipping. Based on current expectations of fuel prices, the Group believes that this backdrop will continue to be favorable for the development of Neftech's business.
Despite the relatively slow start in H1 2014, management remains confident that Neftech should show significant profits in FY2014.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on? None.

Name of Dividend
Dividend Type
Dividend Amount per Share
(in cents)
Par value of shares
Tax Rate

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? None.

Name of Dividend
Dividend Type
Dividend Amount per Share
(in cents)
Par value of shares
Tax Rate

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

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

No dividend has been declared or recommended for the financial period ended 30 June 2014.

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.

The Group does not have a general mandate from shareholders for interested person transactions pursuant to Rule 920 of the Listing Manual of the Singapore Exchange Securities Trading Limited ("SGX-ST").

The aggregate value of all Interested Person Transactions entered into for the financial period ended 30 June 2014 pursuant to Rule 920 of the Listing Manual of the Singapore Exchange Securities Trading Limited are as tabulated hereunder:

Name of interested person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than $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 $100,000)
Femto Pte Ltd (20.0% owned associated company) Sale of goods to Neftech Pte Ltd	$ 271,362	Nil

14. Use of Proceeds from Exercise of Warrants and Issuance of New Shares

The Company received net proceeds of S$35 on the exercise of 1,000 warrants by a Warrantholder into 1,000 shares at an exercise price of S$0.035 per share and received net proceeds of approximately S$0.766 million from the issuance of new shares for the financial period ended 30 June 2014 were utilized as working capital and towards part repayment of the Group's bank borrowings respectively.

15. Negative confirmation pursuant to Rule 705(5).

We, Quek Sim Pin and Low Seow Chye, being directors of the Company, do hereby confirm on behalf of the board of 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 for the 6 month financial period ended 30 June 2014 to be false or misleading.

On behalf of the Board of Directors

Quek Sim Pin
Executive Chairman

Low Seow Chye
Independent Director

By Order of the Board

Quek Sim Pin
Executive Chairman
14 August 2014