

Unaudited Financial Statements and Dividend Announcement for the Financial Year Ended 31 December 2015

The Board of Directors of 3Cenergy Limited (the “Company”) is pleased to announce the consolidated results for the financial year ended 31 December 2015. The figures presented in this announcement have not been audited or reviewed by the auditors of the Company.

This announcement has been prepared by the Company and its contents have been reviewed by the Company’s sponsor, CIMB Bank Berhad, Singapore Branch (the “Sponsor”) for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the “SGX-ST”). The Sponsor has not independently verified the contents of this announcement. This announcement has not been examined or approved by the SGX-ST and the SGX-ST and Sponsor assume no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr Eric Wong (Director, Investment Banking), CIMB Bank Berhad, Singapore Branch, 50 Raffles Place #09-01 Singapore Land Tower, Singapore 048623, telephone (65) 6337 5115.

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

1(a)(i) An income statement and statement of comprehensive income, or a statement of comprehensive income, for the group, together with a comparative statement for the corresponding period of the immediately preceding financial year.

Note	FULL YEAR ENDED			
	31 Dec 2015	RESTATED ¹ 31 Dec 2014	Increase / (decrease)	
	S\$'000	S\$'000	%	
Continuing operations				
	Revenue	1,325	381	247.5 %
	Cost of services rendered and goods sold	(1,065)	(318)	234.6 %
	Gross profit	260	63	310.5 %
	Other operating income	625	503	24.3 %
	Sales and distribution expenses	(7)	(11)	(37.0)%
	General and administrative expenses	(5,791)	(3,540)	63.6 %
	Finance costs	(47)	(38)	23.1 %
	Share of gain in a Joint Venture	3	-	N.M.
	Loss before tax from continuing operations	(4,957)	(3,023)	64.0 %
	Income tax expense	(49)	1	N.M.
	Loss from continuing operations, net of tax	(5,006)	(3,022)	65.7 %
	Discontinued operations			
	Loss for the year from discontinued operations	(508)	(2,283)	(77.8)%
	Loss for the year	(5,514)	(5,305)	3.9 %
	Other comprehensive loss			
	Items that may be reclassified subsequently to profit & loss			
	- Exchange differences on translation of financial statements of foreign subsidiaries	(604)	(43)	1,305.4 %
	Other comprehensive loss for the year, net of tax	(604)	(43)	
	Total comprehensive loss for the year	(6,118)	(5,348)	14.4 %
	Attributable to:			
	Owners of the Company			
	Loss from continuing operations, net of tax	(5,006)	(3,022)	65.7 %
	Loss from discontinued operations, net of tax	(508)	(2,283)	(77.8)%
	Loss for the year attributable to the owners of the Company	(5,514)	(5,305)	3.9 %
	Attributable to:			
	Total comprehensive loss from continuing operations, net of tax	(5,610)	(3,065)	83.1 %
	Total comprehensive loss from discontinued operations, net of tax	(508)	(2,283)	(77.8)%
	Total comprehensive loss for the period attributable to the owners of the Company	(6,118)	(5,348)	14.4 %
	Loss per share from continuing operations attributable to the owners of the Company (cents per share)			
	Basic	(4.17)	(2.77)	50.5 %
	Diluted	(4.17)	(2.77)	50.5 %
	Loss per share (cents per share)			
	Basic	(4.60)	(4.87)	(5.5)%
	Diluted	(4.60)	(4.87)	(5.5)%

Notes:

N.M. – Not meaningful

1 Restated to incorporate finalization of Purchase Price Allocation relating to acquisition of Orientis Solutions Sdn Bhd in FY2014.

1(a)(ii) Breakdown and explanatory notes to the consolidated statement of comprehensive income.

Note 1 Other Income comprised the following:

	FULL YEAR ENDED		
	31 Dec 2015	31 Dec 2014	Increase / (decrease)
	S\$'000	S\$'000	%
Continuing operations			
Rental income	581	461	26.0 %
Government Grant	-	11	N.M.
Interest income	33	33	(0.3)%
Miscellaneous income	11	(2)	N.M.
	<u>625</u>	<u>503</u>	
Discontinued operations			
Rental income	248	690	(64.1)%
Government Grant	100	148	(32.4)%
Reversal of provision for legal costs	-	1,619	N.M.
Interest income	-	2	N.M.
Miscellaneous income	(6)	52	N.M.
	<u>342</u>	<u>2,511</u>	
	<u>967</u>	<u>3,014</u>	(67.9)%

Notes: N.M. – Not meaningful

Note 2 Finance costs comprised the following:

	FULL YEAR ENDED		
	31 Dec 2015	31 Dec 2014	Increase / (decrease)
	S\$'000	S\$'000	%
Continuing operations			
Hire purchase interest	14	7	115.1 %
Other interest expense	33	31	6.5 %
	<u>47</u>	<u>38</u>	25.3 %
Discontinued operations			
Hire purchase interest	5	16	(70.8)%
	<u>52</u>	<u>54</u>	

Note 3 Loss before tax is stated after charging the following:

	FULL YEAR ENDED		
	31 Dec 2015	31 Dec 2014	Increase / (decrease)
	S\$'000	S\$'000	%
Continuing operations			
After charging:			
Staff costs (including directors' remuneration)	612	694	(11.9)%
Depreciation of plant and equipment	713	641	11.2 %
Amortisation of other intangible assets	309	153	102.0 %
Directors fees	144	170	(15.3)%
Rental of premises	1,220	1,162	5.0 %
Bad debts written off	55	-	N.M.
Impairment of assets	158	-	N.M.
Impairment on goodwill	1,600	-	N.M.
Provision for onerous contract	357	-	N.M.
Discontinued operations			
Staff costs (including directors' remuneration)	1,493	3,545	(57.9)%
Depreciation of plant and equipment	-	472	N.M.
Rental of premises	283	558	(49.3)%
Allowance for doubtful debts	458	422	8.5 %
Loss on Disposal of Investment	508	-	N.M.
Impairment of assets	-	973	N.M.
Inventories obsolescence	-	70	N.M.

Notes: N.M. – Not meaningful

Note 4 Income tax comprised the following:

	FULL YEAR ENDED		
	31 Dec 2015	31 Dec 2014	Increase / (decrease)
	S\$'000	S\$'000	%
Continuing operations			
Current income tax (expense) /credit	(111)	1	N.M.
Deferred tax credit	62	-	N.M.
	(49)	1	
Discontinued operations			
Current income tax (expense) /credit	-	-	N.M.
Deferred tax credit	-	-	N.M.

Notes: N.M. – Not meaningful

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

	Group			Company	
	31 Dec 2015	Restated ¹ 31/12/2014	01 Jan 2014	31 Dec 2015	31 Dec 2014
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Assets					
Non-current assets					
Property, plant and equipment	726	1,370	2,856	184	-
Other intangible assets	2,537	2,846	-	-	-
Investments in subsidiaries	-	-	-	6,193	8,757
Investment in joint venture	143	140	-	150	-
Deposits	-	265	410	-	-
Goodwill	1,591	3,768	-	-	-
	4,997	8,389	3,266	6,527	8,757
Current assets					
Inventories	-	70	93	-	-
Amount due from subsidiaries	-	-	-	13	586
Trade receivables	341	3,345	4,835	-	-
Other receivables	351	171	119	-	-
Prepaid operating expenses	22	315	435	20	3
Amount due from associate	-	1	-	-	-
Amount due from joint venture	-	12	-	-	-
Tax Recoverable	12	-	-	-	-
Cash and cash equivalents	330	1,166	6,775	113	341
	1,056	5,080	12,257	146	930
Total assets	6,053	13,469	15,523	6,673	9,687
Equity and liabilities					
Current liabilities					
Amount due to subsidiaries	-	-	-	1,291	1,613
Trade payables	25	2,289	4,916	-	-
Other payables and accruals	833	1,883	4,528	328	191
Shareholder loan	2,850	-	-	2,850	-
Amount due to contract customers	393	1,349	-	-	-
Amount due to joint venture	161	173	-	161	-
Finance lease liabilities	85	86	70	52	-
Provision for onerous contract	357	-	-	-	-
Provision for taxation	71	47	4	-	-
	4,775	5,827	9,518	4,682	1,804
Non-current liabilities					
Finance lease liabilities	210	313	262	122	-
Deferred taxation	729	797	56	-	-
Other payables and accruals	-	75	96	-	-
	939	1,185	414	122	-
Total liabilities	5,714	7,012	9,932	4,804	1,804
Equity attributable to owners of the Company					
Share capital	12,886	12,886	6,672	47,416	47,416
Retained earnings and other reserves	(12,547)	(6,429)	(1,081)	(45,547)	(39,533)
Total equity	339	6,457	5,591	1,869	7,883
Total equity and liabilities	6,053	13,469	15,523	6,673	9,687

Notes:

1 Restated to incorporate finalization of Purchase Price Allocation relating to acquisition of Orientis Solutions Sdn Bhd in FY2014.

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

Amount repayable in one year or less, or on demand

As at 31 Dec 2015		As at 31 Dec 2014	
Secured	Unsecured	Secured	Unsecured
<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>
85	2,850	86	-

Amount repayable after one year

As at 31 Dec 2015		As at 31 Dec 2014	
Secured	Unsecured	Secured	Unsecured
<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>
210	-	313	-

The Group's borrowing mainly consist of shareholder loan and finance lease liabilities.

On 8 January 2015, the Company signed a shareholder loan agreement with Phileo Capital Limited, the major shareholder. The loan is for a maximum amount of S\$5 million. The loan is non-interest bearing, and Phileo Capital Limited agreed not to demand repayment of the loan before 30 June 2016. As at 31 December 2015, the shareholder loan is \$2.85million.

The finance lease liabilities related to purchase of office equipment and motor vehicle for the Group's operations. The finance lease for the office equipment is payable in 44 monthly installments with effect from July 2015. The finance lease for the motor vehicles is payable in 60 monthly installments with effect from December 2013.

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	
	As at 31 Dec 2015	RESTATED As at 31 Dec 2014
	S\$'000	S\$'000
Cash flows from operating activities		
Loss before taxation	(4,957)	(3,023)
Adjustments for:		
Depreciation of property, plant and equipment	713	1,114
Allowance for/(write-back of) doubtful debts	-	422
Gain on disposal of property, plant and equipment	-	(50)
Impairment loss on property, plant and equipment	-	973
Amortisation of intangible benefits	309	153
Loss on deemed disposal of subsidiary	-	42
Gain on investment in Joint Venture	(3)	-
Bad debts written off	55	-
Impairment of Goodwill	2,177	-
Impairment of Plant and equipment	158	-
Provision for Onerous contract	357	-
Inventories obsolescence	-	70
Interest income	(33)	(35)
Interest expense	44	54
Unrealised exchange differences	(604)	(43)
Operating cash flows before changes in working capital	(1,784)	(323)
Decrease in receivables	3,327	1,345
Increase/(decrease) in amount due to customers for project management accounts	(956)	1,540
(Increase)/decrease in inventories	70	(48)
Decrease in payables	(3,389)	(5,547)
Cash used in operations	(2,732)	(3,033)
Interest received	33	35
Interest expense	(44)	(54)
Income tax (paid)/refunded	(105)	1
Net cash used in operating activities	(2,848)	(3,051)
Cash flows from an investing activity		
Purchase of property, plant and equipment	(227)	(256)
Cash flows from discontinued operation	(508)	(2,283)
Cash inflow from acquisition of subsidiaries	-	114
Cash outflow from loss of control in subsidiary	-	(193)
Increase in amount due from associate	-	(1)
Net cash used in an investing activity	(735)	(2,619)
Cash flows from financing activities		
Increase in Shareholders loan	2,850	-
Increase in amount due to joint venture	(1)	173
(Increase) / decrease in Amt due from Associate	2	-
Repayment of obligations under finance leases	(104)	(112)
Net cash from financing activities	2,747	61
Net decrease in cash and cash equivalents	(836)	(5,609)
Cash and cash equivalents at beginning of the period	1,166	6,775
Cash and cash equivalents at end of the period	330	1,166

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.

	Attributable to owners of the Company			
	Share capital	Translation reserve	Accumulated losses	Total equity
	\$'000	\$'000	\$'000	\$'000
Group				
Balance at 1 January 2014	6,672	(2)	(1,079)	5,591
Issuance of shares	6,214	-	-	6,214
Loss for the period	-	-	(5,203)	(5,203)
Other comprehensive loss for the year, net of tax	-	(43)	-	(43)
Adjustment (Note 1)	-	-	(102)	(102)
Total comprehensive loss for the period	-	(43)	(5,305)	(5,348)
Balance at 31 December 2014	12,886	(45)	(6,384)	6,457
Balance at 1 January 2015 (as previously reported)	12,886	(45)	(6,282)	6,559
Adjustment (Note 1)	-	-	(102)	(102)
Balance at 1 January 2015 (restated)	12,886	(45)	(6,384)	6,457
Loss for the year	-	-	(5,514)	(5,514)
Other comprehensive loss for the year, net of tax	-	(604)	-	(604)
Total comprehensive loss for the year	-	(604)	(5,514)	(6,118)
Balance at 31 December 2015	12,886	(649)	(11,898)	339

	Attributable to owners of the Company			
	Share capital	Translation reserve	Accumulated losses	Total equity
	\$'000	\$'000	\$'000	\$'000
Company				
Balance at 1 January 2014	41,202	-	(35,172)	6,030
Issuance of shares	6,214	-	-	6,214
Loss for the year representing total comprehensive loss for the year	-	-	(4,361)	(4,361)
Balance at 31 December 2014	47,416	-	(39,533)	7,883
Balance at 1 January 2015 (as previously reported)	47,416	-	(39,533)	7,883
Loss for the year representing total comprehensive loss for the year	-	-	(6,014)	(6,014)
Balance at 31 December 2015	47,416	-	(45,547)	1,869

Notes:

Note 1: The adjustment is due to the additional amortisation of the other intangibles assets as a result of the finalisation of the purchase price allocation of Orientis Solutions Sdn Bhd.

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.

(A) Share Capital

	Company	
	No of shares issued	Share capital S\$'000
Issued and fully paid:		
As at 1 January 2015	119,921,362	47,416
As at 31 December 2015	119,921,362	47,416

(B) Convertibles and treasury shares

The Company has no outstanding convertibles and treasury shares as at 31 December 2015, 30 June 2015 and 31 December 2014.

1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

	Company	
	As at 31-Dec-15	As at 31-Dec-14
Total number of issued shares (excluding treasury shares)	119,921,362	119,921,362

The Company had no treasury shares as at 31 December 2015, 30 June 2015 and 31 December 2014.

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

Not applicable. The Company did not have any treasury shares during and as at the end of the current financial year reported on.

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 auditor.

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

Save as disclosed in paragraph 5 below, the Group had consistently applied the same accounting policies and methods of computation in the preparation of the financial statements for the current financial period reported as in the audited financial statements for the financial year ended 31 December 2015.

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. There are no changes in the accounting policies, and methods of computation, including any required by an accounting standard.

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

	Group	
	31-Dec-15	31-Dec-14
Loss per share from continuing operations (in cents):-		
(a) Basic loss based on the weighted average number of ordinary shares on issue	(4.17)	(2.77)
(b) On fully diluted basis	(4.17)	(2.77)
Weighted average number of shares used in computation of basic earnings per share	119,921,362	108,942,889

	Group	
	31-Dec-15	31-Dec-14
Loss per share from continuing and discontinued operations (in cents):-		
(a) Basic loss per share based on the weighted average number of ordinary shares on issue	(4.60)	(4.87)
(b) On fully diluted basis	(4.60)	(4.87)
Weighted average number of shares used in computation of basic earnings per share	119,921,362	108,942,889

Basic loss per ordinary share is computed by dividing the net loss attributable to the equity holders in each financial period by the weighted average number of ordinary shares in issue during the respective financial year.

There was no dilutive ordinary share in existence during the current financial year reported on and the previous corresponding year. Accordingly, the basic and fully diluted loss per share for the respective financial year were the same.

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 period reported on; and (b) immediately preceding financial year.**

	Group		Company	
	31-Dec-15	31-Dec-14	31-Dec-15	31-Dec-14
Net asset value ("NAV") per ordinary share based on issued share capital (in cents)	0.3	5.4	1.6	6.6
Number of Issued shares	119,921,362	119,921,362	119,921,362	119,921,362

The NAV per ordinary share for the Group and the Company as at 31 December 2015 and 31 December 2014 were calculated based on the respective NAV for the Group and the Company divided by the number of issued shares as at the respective balance sheet date.

8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

INCOME STATEMENT

Overview

On 11 May 2015, the Company has entered into a conditional sale and purchase agreement with Mr. Liew Siow Gian, Patrick for the Proposed Disposal of HSR International Realtors Pte Ltd and Hastor Property Services Pte Ltd ("HSR Group"). The Proposed Disposal is a strategic decision as the Company has been incurring losses in the last two financial years. The loss on disposal of HSR Group is approximately S\$2,283million and S\$508,000 for financial years ended 31 December 2014 and 31 December 2015 respectively. The disposal of HSR Group was completed on 6 July 2015 and it has ceased to be a subsidiary of the Company.

The Group's loss from continuing operations, net of tax had increased from approximately S\$3.0 million in FY2014 to approximately S\$5.0 million in FY2015 mainly due to an increase in general and administrative expenses of approximately S\$2.3 million, which was mainly attributable to an impairment of goodwill of S\$1.6 million for Orientis Solutions Sdn Bhd, impairment of assets of S\$158,000 and provision for onerous contract of \$357,000.

Factoring in the loss on disposal of HSR Group as mentioned above, the Group reported a slightly higher loss from S\$5.3 million for the financial year ended 31 December 2014("FY2014") to S\$5.5 million for the financial year ended 31 December 2015("FY2015").

Revenue (Continuing Operations)

The Group's total revenue has increased by approximately S\$0.95 million or 247.5% from S\$0.38 million in FY2014 to S\$1.33 million in FY2015. The increase is mainly due to revenue contribution from Orientis Solutions Sdn Bhd("OSSB") which was acquired in July 2014. OSSB provides architectural design, project financial feasibility assessment, engineering expertise and construction management services.

Gross profit (Continuing Operations)

With the increase in revenue, the Group's gross profit has increased by approximately S\$197,000 or 312.70% from S\$63,000 in FY2014 to S\$260,000 in FY2015. In addition, the gross profit margin has increased from 16.6% to 19.6%.

Other operating income (Continuing Operations)

Other income comprised mainly rental income, interest income and other miscellaneous income. Other income has increased by approximately S\$122,000 or 24.3% from S\$0.503 million in FY2014 to S\$0.625

million in FY2015. The increase was mainly due to the increase in rental income from Whitehouse Holding Pte Ltd from S\$461,000 to S\$581,000 in FY 2014 and FY 2015 respectively.

Sales and distribution expenses (Continuing Operations)

Sales and distribution expenses mainly comprised advertisement and promotion expenses, entertainment expenses and allowance for doubtful debts. Sales and distribution expenses decreased by approximately S\$4,000 or 37.0% from S\$11,000 in FY2014 to S\$7,000 in FY2015 mainly due to a decrease in travelling and entertainment expense.

General and administrative expenses (“G&A Expenses”) (Continuing Operations)

G&A Expenses comprised mainly salaries and related costs, audit fees, secretarial fees, tax fees, professional fees, rental, and printing and stationeries expenses. The G&A Expenses increased by approximately S\$2.3 million or 63.6% from S\$3.5 million in FY2014 to S\$5.8 million in FY2015 mainly due to the increased in impairment of goodwill of S\$1.6million for Orientis Solutions Sdn Bhd, impairment of assets of S\$158,000, provision for onerous contract of \$357,000 and depreciation expense of S\$72,000.

Finance Costs (Continuing Operations)

Finance Costs comprised mainly interest expenses. Interest expense has increased by approximately S\$9,000 or 23.1% from S\$38,000 in FY2014 to S\$47,000 in FY2015 mainly due to a decrease in imputed interest payable on rental deposits received from sub-tenants.

BALANCE SHEET

Property, plant and equipment decreased by S\$0.7 million from S\$1.4 million as at 31 December 2014 to S\$0.7 million as at 31 December 2015. The decrease was mainly due to depreciation of assets of the Group and impairment of asset of S\$158,000.

Goodwill decreased by approximately S\$2.18 million from S\$3.768 million as at 31 December 2014 to S\$1.591 million as at 31 December 2015, mainly due to provision for impairment of \$1.6 million and foreign exchange difference of \$0.58 million.

Trade receivables decreased by approximately S\$3.0 million from S\$3.3 million as at 31 December 2014 to S\$0.3 million as at 31 December 2015, mainly due to payment by trade receivable of S\$1.3 million in Orientis Solutions Sdn Bhd and the disposal of HSR International Realtors Pte Ltd which account for S\$1.7 million as at 31 December 2014.

Trade payables decreased by approximately S\$2.26 million from S\$2.29 million as at 31 December 2014 to S\$25,000 as at 31 December 2015, mainly due to the elimination of commission payable to salespersons arising from HSR International Realtors Pte Ltd.

Other payables decreased by approximately S\$1 million from S\$1.9 million as at 31 December 2014 to S\$0.9 million as at 31 December 2015, mainly due to the disposal of HSR International Realtors Pte Ltd which accounted for S\$1.2million as at 31 December 2014.

Amount due to contract customers decreased by approximately S\$1.0 million from S\$1.3 million as at 31 December 2014 to S\$0.3 million as at 31 December 2015. The decreased is mainly due to the increase in revenue recognized in FY15 for Orientis Solutions Sdn Bhd which is in line with the increase in revenue.

On 8 January 2015, the Company signed a shareholder loan agreement with Phileo Capital Limited, the major shareholder. The loan is non-interest bearing. As at 31 December 2015, the shareholder loan is \$2.85million.

The Group reported a negative working capital of S\$3.7 million as at 31 December 2015 as compared to S\$0.7 million as at 31 December 2014. Cash balance outstanding as at 31 December 2015 stood at approximately S\$0.3 million.

CASH FLOW STATEMENT

Net cash used in operating activities in FY2015 was approximately S\$2.8 million, mainly due to operating cash flow before changes in working capital of approximately S\$1.8 million and a decrease in payables and amount due to contract customers of S\$4.3 million. This was partially offset by a decrease in receivables of S\$3.3 million during the financial year.

Net cash from investing activities in FY2015 was approximately S\$735,000, which is mainly due to purchase of property, plant and equipment and cash flows from discontinued operation of HSR Group.

Net cash from financing activities in FY2015 was approximately S\$2.7 million, which was mainly due to the increase in shareholder loan of S\$2.85 million and partially offset with repayment of finance lease commitments.

The Group recorded a net decrease in cash and cash equivalents of approximately S\$0.8million in FY2015 as compared to S\$5.6 million in FY2014.

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

Not Applicable.

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

The slow economy in Malaysia is affecting all economic sectors. Recovery is not foreseeable in the current year given the current economic challenges. As such the Group expects business to remain challenging over the next 12 months.

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) Whether the dividend is before tax, net of tax or tax-exempt

Not applicable.

(d) Date payable

Not applicable.

(e) Books closure date

Not applicable.

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

No dividend has been declared or recommended for FY2015.

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.

The Group had obtained a general mandate from shareholders for IPT which was approved at the Company’s general meeting on 9 April 2015.

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’ general mandate pursuant to Rule 920 of the Catalist Rules)	Aggregate value of all interested person transactions conducted under Shareholders’ general mandate pursuant to Rule 920 of the Catalist Rules (excluding transactions less than S\$100,000)
	S\$	S\$
Publiq Development Group Sdn Bhd Project Consultancy Services & recovery of incidentals	-	443,595
Phileo Capital Limited Shareholder loan	2,850,000	-

Part II – ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

14. Segmented revenue and results for the operating segments (of the Group) in the form presented in the issuer’s most recently audited annual financial statements, with comparative information for the immediately preceding year.

Segment information

Segment information is presented in respect of the Group’s business and geographical segments.

The primary format — business segments is based on the Group’s management and internal reporting structure.

Segment results, assets and liabilities include items directly attributable to a segment as well as those that can be allocated on a reasonable basis. Unallocated items mainly comprise corporate assets and expenses, interest income, interest expenses and related assets and liabilities.

(a) Business segments

The Group comprises of the following business segments:

1. Real estate and housing agency
2. Real estate and property development consultancy

	Real estate and housing agency (Discontinued Operations)		Real estate and property development consultancy		Adjustments and eliminations		Group Total	
	2015	2014	2015	2014	2015	2014	2015	2014
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Revenue by segment								
External customers	12,673	25,075	1,325	381	-	-	13,998	25,456
Results:								
Interest income	-	25	57	100	(24)	(90)	33	35
Depreciation	-	(472)	(620)	(548)	(93)	(93)	(713)	(1,113)
Other non-cash expenses	(458)	(1,395)	(213)	902	-	-	(671)	(493)
Segment results	(508)	(2,283)	(5,610)	(3,065)	-	-	(6,118)	(5,348)
Assets:								
Additions to non-current assets	-	222	227	34	-	-	227	256
Segment assets	-	3,156	6,053	10,313	-	-	6,053	13,469
Segment liabilities	-	5,186	5,714	1,826	-	-	5,714	7,012

(b) Geographical segments

	Revenue from external customers		Non-current assets	
	2015	2014	2015	2014
	S\$'000	S\$'000	S\$'000	S\$'000
Singapore	-	-	629	1,418
Malaysia	1,325	381	4,368	6,971
	1,325	381	4,997	8,389

15. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the operating segments.

Please refer to item 14 of this announcement.

16. A breakdown of sales as follows:

	Group		
	1 Jan 2015 to 31 Dec 2015	1 Jan 2014 to 31 Dec 2014	Increase / (decrease)
	S\$'000	S\$'000	%
(a) Sales reported for first half year	12,848	13,016	(0.01)
Operating loss after tax reported for the first half year			
(b) year	(2,222)	(3,061)	(0.27)
(c) Sales reported for second half year	1,150	12,440	(0.91)
Operating loss after tax reported for the second half year			
(d) half year	(3,292)	(2,244)	0.47

17. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year.

Not Applicable. No dividend has been recommended and declared for FY2015 and FY2014.

18. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(10).

Tong Kooi Lian, who is the CEO and Managing Director of 3Cenergy Limited ("3CL") is the sister of Tong Kooi Ong, Non-Executive Chairman and a controlling shareholder of 3CL. Besides the disclosure above, there is no other individual who is occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(10).

BY ORDER OF THE BOARD

Tong Kooi Lian
Managing Director and Chief Executive Officer
Date: 19 February 2016