

**Full Year Financial Statement and Related Dividend Announcement for the Financial Year Ended 30 September 2016**

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor") for compliance with the Singapore Exchange Securities Trading Limited (the "SGX-ST") Listing Manual Section B: Rules of Catalyst. The Sponsor has not verified the contents of this announcement.*

*This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement, including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement.*

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

**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**

**Consolidated Statement of Profit or Loss and Other Comprehensive Income (Unaudited financial year ended 30 September 2016 "FY2016" vs Audited financial year ended 30 September 2015 "FY2015")**

	FY2016	FY2015	Increase/ (Decrease)
	(Unaudited) S\$'000	(Audited) S\$'000	%
<b>Revenue</b>	31,598	33,203 <sup>(2)</sup>	(5)
Other income <sup>(3)</sup>	28,639	616	NM
Changes in inventories	(917)	995	NM
Purchase of materials	(3,665)	(6,687)	(45)
Employee benefits expense	(5,318)	(4,618)	15
Depreciation and amortisation expense	(496)	(464)	7
Rental expenses	(118)	(117)	1
Amortisation of biological assets	(15,590)	(15,524)	-
Other operating expenses	(4,506)	(4,847) <sup>(2)</sup>	(7)
Finance costs	(119)	(196)	(39)
<b>Profit before income tax</b>	<b>29,508</b>	<b>2,360<sup>(1)</sup></b>	<b>NM</b>
Income tax expense	(1,570)	(271)	NM
<b>Profit for the year</b>	<b>27,938</b>	<b>2,089</b>	<b>NM</b>

<sup>(1)</sup> As a result of rounding differences, numbers or percentages may not add up to the total.

<sup>(2)</sup> Certain reclassifications have been made to the prior year's financial statements to enhance comparability with the current year's financial statements. Specifically, sales rebates amounting to \$0.7 million in FY2015, incurred by the subsidiary in Hong Kong, were reclassified from other operating expenses to revenue, to be consistent with the Group's classification.

<sup>(3)</sup> Other income include gain of \$24.4 million on the disposal of its land use rights and a substantial part of its property, plant and equipment at the present operating site.

NM – Not Meaningful

**Consolidated Statement of Profit or Loss and Other Comprehensive Income**

	FY2016 (Unaudited) S\$'000	FY2015 (Audited) S\$'000	Increase/ (Decrease) %
Other comprehensive income :			
<i>Items that may be reclassified subsequently to profit or loss</i>			
Exchange differences on translation of foreign operation	7	48	(85)
<b>Other comprehensive income for the year, net of tax</b>	<b>7</b>	<b>48</b>	<b>(85)</b>
<b>Total comprehensive income for the year</b>	<b>27,945</b>	<b>2,137</b>	<b>NM</b>
<b>Profit attributable to:</b>			
Owners of the Company	27,910	2,220	NM
Non-controlling interests	28	(131)	NM
	<b>27,938</b>	<b>2,089</b>	<b>NM</b>
<b>Total comprehensive income attributable to:</b>			
Owners of the Company	27,918	2,232	NM
Non-controlling interests	28	(94)	NM
	<b>27,945<sup>(1)</sup></b>	<b>2,137<sup>(1)</sup></b>	<b>NM</b>

**Notes to Consolidated Statement of Profit or Loss and Other Comprehensive Income**

	FY2016 (Unaudited) S\$'000	FY2015 (Audited) S\$'000	Increase/ (Decrease) %
Interest Income	136	2	NM
Gain /(Loss) on disposal of land use rights, property, plant and equipment	24,353	(10)	NM
Loss on disposal of investment	-	(429)	NM
Government grants	3,805	258	NM
Reversal of / (Allowance for) doubtful trade receivables, net	2	(2)	NM
Biological assets written off	(2,166)	(1,655)	31
Net foreign exchange (loss)/ gain	(55)	101	NM

<sup>(1)</sup> As a result of rounding differences, numbers or percentages may not add up to the total.  
NM – 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**

Statement of Financial Position	Group		Company	
	30/09/2016 Unaudited S\$'000	30/09/2015 Audited S\$'000	30/09/2016 Unaudited S\$'000	30/09/2015 Audited S\$'000
<b>ASSETS</b>				
<b>Current assets</b>				
Cash and bank balances	45,310	5,553	3,341	2,211
Trade receivables	4,489	5,195	-	-
Other receivables	393	533	842	1,694
Inventories	1,200	2,119	-	-
Total current assets	51,391 <sup>(1)</sup>	13,400	4,183	3,904 <sup>(1)</sup>
<b>Non-current assets</b>				
Other receivables	-	55	-	-
Property, plant and equipment	4,251	18,272	24	31
Land use rights	4,049	1,199	-	-
Biological assets	6,544	6,309	-	-
Investment in subsidiary corporations	-	-	10,300	10,300
Deferred tax assets	31	-	-	-
Total non-current assets	14,875	25,835	10,324	10,331
<b>Total assets</b>	<b>66,266</b>	<b>39,235</b>	<b>14,507</b>	<b>14,235</b>
<b>LIABILITIES AND EQUITY</b>				
<b>Current liabilities</b>				
Current portion of bank loans	1,431	1,769	-	-
Trade payables	1,818	2,204	-	7
Other payables	4,751	2,237	687	423
Current portion of finance leases	179	1,726	-	-
Income tax payable	2,101	237	-	-
Total current liabilities	10,280	8,172 <sup>(1)</sup>	687	431 <sup>(1)</sup>
<b>Non-current liabilities</b>				
Bank loans	91	167	-	-
Other payables	3,977	3,474	-	-
Finance leases	206	2,789	-	-
Deferred tax liabilities	-	451	-	-
Total non-current liabilities	4,273 <sup>(1)</sup>	6,881	-	-
<b>Capital, reserves and non-controlling interests</b>				
Share capital	13,292	13,292	13,292	13,292
Capital reserve	2	2	-	-
Foreign exchange translation deficit	(9)	(17)	-	-
Retained earnings	38,423	10,926	528	512
Equity attributable to owners of the Company	51,707 <sup>(1)</sup>	24,203	13,820	13,804
Non-controlling interests	6	(22)	-	-
Total equity	51,713	24,182 <sup>(1)</sup>	13,820	13,804
<b>Total liabilities and equity</b>	<b>66,266</b>	<b>39,235</b>	<b>14,507</b>	<b>14,235</b>

<sup>(1)</sup> As a result of rounding differences, numbers or percentages may not add up to the total.

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

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

As at 30/09/2016 (Unaudited)		As at 30/09/2015 (Audited)	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
1,610	-	3,495	-

**Amount repayable after one year**

As at 30/09/2016 (Unaudited)		As at 30/09/2015 (Audited)	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
297	-	2,956	-

**Details of any collateral**

Obligations under finance leases are secured over the leased assets and corporate guarantees provided by the Company to the financial institutions. Obligations under the bank loans are secured over the property at 8A Admiralty Street #07-18 Singapore 757437 (the "Factory") and corporate guarantees provided by the Company.

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

**Consolidated Statement of Cash Flows**

	FY2016 Unaudited S\$'000	FY2015 Audited S\$'000
<b>Operating activities</b>		
Profit before income tax	29,508	2,360
Adjustments for:		
Interest expense	119	196
Interest income	(136)	(2)
Biological assets written off, net	2,166	1,655
Depreciation of property, plant and equipment	443	458
Amortisation of land use rights	53	6
Amortisation of biological assets	15,590	15,524
(Reversal of) / Allowance for doubtful trade receivables, net	(2)	2
(Gain) / Loss on disposal of land use rights, property, plant and equipment, net	(24,353)	10
Loss on disposal of subsidiary corporations	-	429
Government grant income	(3,805)	(258)
Operating cash flows before movements in working capital	19,584 <sup>(1)</sup>	20,380
Trade receivables	707	(855)
Other receivables	196	(8)
Inventories	919	(998)
Trade payables	(386)	(457)
Other payables	654	(1,961)
Cash generated from operations	21,674	16,101
Interest paid	(119)	(196)
Income tax (paid) / refunded	(188)	144
<b>Net cash from operating activities</b>	<b>21,367</b>	<b>16,049</b>
<b>Investing Activities</b>		
Proceeds on disposal of land use rights, property, plant and equipment	38,639	1
Purchases of property, plant and equipment <sup>(2)</sup>	(344)	(1,093)
Purchase of land use rights	(4,094)	-
Proceeds on disposal of biological assets	433	619
Purchases of biological assets	(17,490)	(16,780)
Net cash outflow arising from sale of investment	-	(50)
Interest received	136	2
<b>Net cash from / (used in) investing activities</b>	<b>17,280</b>	<b>(17,301)</b>

**Consolidated Statement of Cash Flows**

	FY2016 Unaudited S\$'000	FY2015 Audited S\$'000
<b>Financing activities</b>		
Government grant deferred	6,167	1,342
Proceeds from bank loans	-	300
Proceeds from finance leases	-	3,767
Repayments of bank loans	(413)	(709)
Repayments of obligations under finance leases	(4,239)	(1,566)
Dividends paid	(414)	(372)
Contribution by non-controlling shareholders in subsidiary corporation	-	30
<b>Net cash from financing activities</b>	<b>1,101</b>	<b>2,791<sup>(1)</sup></b>
Net increase in cash and cash equivalents	39,749 <sup>(1)</sup>	1,539
Cash and cash equivalents at beginning of the year	5,450	3,904
Effects of exchange rate changes on the balance of cash held in foreign currencies	8	7
<b>Cash and cash equivalents at end of the year<sup>(3)</sup></b>	<b>45,207</b>	<b>5,450</b>

**Notes:**

<sup>(1)</sup> As a result of rounding differences, numbers or percentages may not add up to the total.

<sup>(2)</sup> During FY2016, the Group acquired property, plant and equipment at an aggregate cost of \$451,696 of which \$108,000 was acquired under finance lease arrangements and \$343,696 was paid in cash. During FY2015, the Group acquired property, plant and equipment at an aggregate cost of \$1,092,821 which was fully paid in cash.

<sup>(3)</sup> Cash and cash equivalents as at 30 September 2016 and 30 September 2015 comprised pledged fixed deposits and cash and bank balances as below:

	FY2016 Unaudited S\$'000	FY2015 Audited S\$'000
Cash at bank	7,984	5,450
Fixed deposits	37,326	102
Cash and bank balances	45,310	5,553 <sup>(1)</sup>
Less: Pledged fixed deposits	(103)	(102)
<b>Cash and cash equivalents in the statement of cash flows</b>	<b>45,207</b>	<b>5,450<sup>(1)</sup></b>

**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**

	Share capital	Capital reserve (deficit)	Foreign exchange translation reserve	Retained earnings	Attributable to owners of the Company	Non-controlling interests	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>Group (Unaudited)</b>							
Balance as at 1 October 2015	13,292	2	(17)	10,926	24,203	(22)	24,182 <sup>(1)</sup>
Total comprehensive income for the year:							
Profit for the year	-	-	-	27,910	27,910	28	27,938
Other comprehensive income for the year	-	-	7	-	7	-	7
Total	-	-	7	27,910	27,918 <sup>(1)</sup>	28	27,945 <sup>(1)</sup>
Transactions with owners, recognised directly in equity:							
Dividends paid				(414)	(414)	-	(414)
Total	-	-	-	(414)	(414)	-	(414)
<b>Balance as at 30 September 2016</b>	<b>13,292</b>	<b>2</b>	<b>(9)<sup>(1)</sup></b>	<b>38,423<sup>(1)</sup></b>	<b>51,707<sup>(1)</sup></b>	<b>6</b>	<b>51,713</b>
<b>Group (Audited)</b>							
Balance as at 1 October 2014	13,292	(106)	9	9,079	22,274	428	22,701 <sup>(1)</sup>
Total comprehensive income for the year:							
Profit for the year				2,220	2,220	(131)	2,089
Other comprehensive income for the year			12		12	37	49
Total	-	-	12	2,220	2,232	(94)	2,137 <sup>(1)</sup>
Transactions with owners, recognised directly in equity:							
Dividends paid				(372)	(372)		(372)
Disposal of subsidiary corporations		121	(38)		83	(398)	(315)
Equity contribution for non-controlling interests in subsidiary		(13)			(13)	43	30
Total	-	108	(38)	(372)	(302)	(355)	(657)
<b>Balance as at 30 September 2015</b>	<b>13,292</b>	<b>2</b>	<b>(17)</b>	<b>10,926<sup>(1)</sup></b>	<b>24,203<sup>(1)</sup></b>	<b>(22)<sup>(1)</sup></b>	<b>24,182<sup>(1)</sup></b>

	Share capital	Retained earnings	Total
	S\$'000	S\$'000	S\$'000
<b>Company (Unaudited)</b>			
Balance as at 1 October 2015	13,292	512	13,804
Profit for the year, representing total comprehensive income for the year	-	430	430
Dividends paid, representing transactions with owners recognised directly in equity	-	(414)	(414)
<b>Balance as at 30 September 2016</b>	<b>13,292</b>	<b>528</b>	<b>13,820</b>
<b>Company (Audited)</b>			
Balance as at 1 October 2014	13,292	134	13,426
Profit for the year, representing total comprehensive income for the year	-	750	750
Dividends paid, representing transactions with owners recognised directly in equity	-	(372)	(372)
<b>Balance as at 30 September 2015</b>	<b>13,292</b>	<b>512</b>	<b>13,804</b>

**Note:**

(1) As a result of rounding differences, numbers or percentages may not add up to the total.

**1(d)(ii) Details of any changes in the Company's share capital arising from right issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares of the issuer, if any, against 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.**

There was no change in the Company's share capital since 31 March 2016. The issued and paid-up capital of the Company as at 30 September 2016 and 31 March 2016 was \$13,292,106 comprising 84,498,000 shares.

There were no outstanding options, convertibles or treasury shares as at 30 September 2016 and 30 September 2015.

**1(d)(iii) To show the 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 30/9/2016	Company 30/09/2015
Total number of issued shares excluding treasury shares	84,498,000	84,498,000

There were no treasury shares as at 30 September 2016 and 30 September 2015.



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**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 treasury shares during and as at the end of the financial year ended 30 September 2016.

**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 independent auditors.

**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 item 5 below, the FY2016 financial results have been prepared using the same accounting policies and methods of computation as presented in the Group's audited financial statements for the financial year ended 30 September 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**

The Group has adopted all new and/or revised Singapore Financial Reporting Standards ("**FRSs**") and interpretation of FRSs ("**INT FRSs**") that are relevant to its operations and effective for the financial period beginning on or after 1 October 2015.

The adoption of these new/revised FRSs and INT FRSs does not result in changes in the Group's accounting policies and has no material impact on the financial statements reported for the current financial period or prior financial periods.

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	
	FY2016	FY2015
Profit attributable to owners of the Company (S\$'000)	27,910	2,220
Basic and diluted earnings per share ("EPS") in Singapore cents <sup>(1)</sup>	33.03	2.63

**Note:**

<sup>(1)</sup> The basic and diluted EPS are computed based on the total number of issued shares in the Company of 84,498,000.

The basic and diluted EPS were the same as there were no potentially dilutive ordinary shares existing during the respective financial periods.

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	
	30/09/2016 Unaudited	30/09/2015 Audited	30/09/2016 Unaudited	30/09/2015 Audited
Net asset value per ordinary share based on total number of issued shares excluding treasury shares (Singapore cents)	61.19	28.64	16.35	16.34
Number of ordinary share in issue	84,498,000	84,498,000	84,498,000	84,498,000

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**

**Review of the Financial Performance of the Group (FY2016 vs FY2015)**

The Group recorded revenue of \$31.6 million in FY2016, representing a decrease of \$1.6 million or 5% as compared to \$33.2 million in FY2015. This was attributable to decreased sales of designer and generic eggs by \$1.9 million and partially offset by an increase in sales of spent grains of \$0.3 million. The reduced revenue from sales of eggs was mainly due to lower sales volume and drop in selling price of eggs in

FY2016. In FY2015, the Group enjoyed higher selling price of eggs in Singapore due to a reduction in imported eggs from Malaysia. The higher revenue from the trading of spent grains was due to an increase in the quantity sold to a certain customer.

Other income of the Group increased by \$28.0 million from \$0.6 million in FY2015 to \$28.6 million in FY2016. In May 2016, the Group disposed of its land use rights and a substantial part of its property, plant and equipment (the "Disposed Assets") and (i) recorded a one-time gain on disposal of \$24.4 million, (ii) an immediate recognition of government grants of \$3.2 million ("Grants"), and (iii) interest income of \$0.1 million as we placed the sales proceeds as short term fixed deposits with a bank.

The Group's inventories as at 30 September 2016 decreased by \$0.9 million to \$1.2 million as the Group had purchased more feed raw material in FY2015 in anticipation of higher feed raw material prices, especially yellow maize and soya bean meal.

Purchase of materials decreased by \$3 million or 45% from \$6.7 million in FY2015 to \$3.7 million in FY2016. This was due to the Group drawing on its feed raw material inventories as at 30 September 2015 and a drop in some of the raw materials prices in the second half year of FY2016.

Employee benefits expense increased by \$0.7 million or 15% from \$4.6 million in FY2015 to \$5.3 million in FY2016. This was mainly attributable to (i) higher performance bonus of \$0.3 million accrued in FY2016; (ii) increase in foreign workers levies of \$0.1 million in FY2016; (iii) increase in headcount in the sales and distribution department; (iv) additional headcount recruited for the impending relocation of the farm facilities and (v) increase in manpower in the packaging department to replace casual labour.

Depreciation and amortisation of land use rights expense increased by \$0.03 million or 7%, from \$0.46 million in FY2015 to \$0.50 million in FY2016, primarily due to the amortisation expense of \$0.05 million on the new site located along Neo Tiew Road purchased from the Government in May 2016 for the relocation of the farm premises ("New Site").

Amortisation of biological assets increased by \$0.1 million from \$15.5 million in FY2015 to \$15.6 million in FY2016.

Other operating expenses decreased by \$0.3 million or 7% from \$4.8 million in FY2015 to \$4.5 million in FY2016. This was mainly due to (i) the Group's disposal of its aquaculture business in China which led to a loss of \$0.4 million in FY2015; (ii) reduction in casual labour expenses in FY2016 by \$0.1 million as casual workers were replaced with permanent manpower in the packaging department; (iii) decrease in research and development expenses by \$0.2 million and (iv) decrease in utilities expenses by \$0.2 million in FY2016. These savings were partially offset by (i) higher loss of \$0.5 million in the disposal/write-off of biological assets in FY2016, mainly due to higher degeneration costs of \$0.4 million as mortality rate increased due to longer average hen production cycle; and (ii) higher repair and maintenance expenses of \$0.3 million.

The Group's finance expenses decreased by \$0.1 million, from \$0.2 million in FY2015 to \$0.1 million in FY2016. The decrease in interest paid in FY2016 was due to early settlement of finance leases on the Disposed Assets.

The Group's income tax expense amounted to \$1.6 million in FY2016 as compared to \$0.3 million in FY2015. The increase in income tax expense of \$1.3 million was due to income tax on the balancing charge of the Disposed Assets of \$1.8 million, lower income tax refunds of \$0.3 million received in FY2016 and partially offset by a reduction in deferred tax of \$0.8 million in FY2016.

Profit for the year increased by \$25.8 million from \$2.1 million in FY2015 to \$27.9 million in FY2016. If the Group had not disposed its land use rights, property, plant and equipment in FY2016 and after eliminating the financial effects resulting from the disposal, profit for the year would have been about \$2.0 million.

### **Review of the Financial Position of the Group**

The Group's total assets increased by \$27.1 million, from \$39.2 million as at 30 September 2015 to \$66.3 million as at 30 September 2016. The Group's current assets as at 30 September 2016 was \$51.4 million which accounted for 77.6% of the Group's total assets. The Group's current assets increased by \$38.0 million from \$13.4 million as at 30 September 2015, primarily due to an increase in the Group's cash and bank balances of \$39.7 million and partially offset by a reduction in the Group's trade receivables of \$0.7 million, which was in tandem with a decline in the Group's revenue in FY2016 and decrease in inventories of \$0.9 million, as explained earlier.

The increase in the Group's cash and bank balances of \$39.7 million was due to: (i) proceeds of \$38.6 million from the sales of the Disposed Assets; (ii) receipt of \$6.0 million assistance grant for the impending relocation; and (iii) net cash increase from operations of \$21.3 million in FY2016. The increase was partly offset by (i) investment of \$17.5 million on the biological assets; (ii) early settlement of finance leases on the Disposed Assets of \$4.2 million; and (iii) acquisition of the land use rights of \$4.1 million for the New Site.

The Group's non-current assets of \$14.9 million as at 30 September 2016, accounted for 22.4% of the Group's total assets, a decrease of \$10.9 million from \$25.8 million as at 30 September 2015. The decrease was mainly due to the disposal of the Group's land use rights, property, plant and equipment of \$14.2 million and offset by the acquisition of a New Site of \$4.1 million and increase in the biological assets of \$0.2 million.

The Group's total liabilities decreased by \$0.5 million, from \$15.1 million as at 30 September 2015 to \$14.6 million as at 30 September 2016. The decrease was mainly attributable to (i) early settlement of finance leases of \$4.2 million and new finance leases of \$0.1 million used to purchase motor vehicles in FY2016; (ii) repayment of loans of \$0.4 million in FY2016; and (iii) reduction in trade payables to a certain spent grain supplier by \$0.4 million. This was partially offset by (i) increase in other payables of \$3.0 million, of which \$2.5 million relates to deferred government grants and \$0.5 million in accrued expenses and (ii) net increase in income tax payable/deferred tax of \$1.4 million.

The Group had a positive working capital of \$41.1 million as at 30 September 2016, as compared to \$5.2 million as at 30 September 2015. The improvement in working capital was primarily due to the sales proceeds from the Disposed Assets which substantially increased the Group's cash and bank position.

**Review of the Statement of Cash Flows for the Group**

The Group's cash and cash equivalents increased by \$39.7 million, from \$5.5 million as at 30 September 2015 to \$45.2 million as at 30 September 2016.

In FY2016, the Group recorded net cash from operating activities of \$21.4 million, as compared to \$16.0 million in FY2015. The increased cash inflow of \$5.3 million was mainly due to an increase in the movement of working capital of \$6.4 million, partially offset by a reduction in the operating cash flow before movements in working capital of \$0.8 million, and tax payments of \$0.2 million in FY2016 as compared to tax refunds of \$0.1 million received in FY2015.

The Group recorded net cash of \$17.3 million from investing activities in FY2016 as compared to net cash used of \$17.3 million in investing activities in FY2015. This was due to sales proceeds received from the Disposed Assets of \$38.6 million and offset by cash of \$4.1 million used to acquire the New Site.

Net cash from financing activities in FY2016 amounted to \$1.1 million, due to the (i) receipt of relocation assistance and other grants of \$6.1 million and partially offset by (ii) the repayment of finance leases of \$4.2 million and bank loans of \$0.4 million in FY2016 and (iii) payment of dividends of \$0.4 million in FY2016.

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

We refer to the "Unaudited Half Year Financial Statement and Related Dividend" announcement on 10 May 2016 ("HY2016 Announcement"), where it was stated that "*The Group, subject to the receipt of the proceeds and having made the respective adjustments on the relevant assets and liabilities, is expected to record a one-time other income of approximately \$27 million in FY2016.*"

In FY2016, the Group recorded other income of \$27.6 million namely: (i) gain on sale of the Disposed Assets of \$24.4 million and (ii) accelerated recognition of government grants of \$3.2 million, and accordingly, is in line with the aforementioned statement made in HY2016 Announcement.

**10. A commentary at the date of the announcement of the 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**

While we will continue to operate at the present site, the Group will also place its focus on developing the farm facilities at the New Site. The Group is expected to incur additional expenses and resources in relation to the design and construction of the new farm.

**11. Dividend**

**(a) Current Financial Period Reported On**

Any dividend declared for the current financial period reported on?

Name of Dividend	Proposed Final Dividend
Dividend type	Cash
Dividend amount per ordinary share	0.49 Singapore cents
Tax rate	One-tier tax exempt

The proposed dividend is subject to shareholders' approval at the forthcoming Annual General Meeting.

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

Any dividend declared for the corresponding period of the immediately preceding financial year?

Name of Dividend	Final Dividend
Dividend type	Cash
Dividend amount per ordinary share	0.49 Singapore cents
Tax rate	One-tier tax exempt

**(c) Date payable:** To be announced at a later date.

**(d) Books closure date:** To be announced at a later date.

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

Not applicable.

**13. On-going Interested Person Transactions**

There were no interested person transactions for FY2016. The Company does not have a general mandate from its shareholders for recurrent interested person transactions.

**14. Confirmation pursuant to Rule 720 (1) of the SGX-ST Listing Manual**

The Company confirms that it has procured undertakings from all its Directors and Executive Officers (in the format set out in Appendix 7H) pursuant to Rule 720 (1) of the SGX-ST Listing Manual.

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

15. **Segmented revenue and results for 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.**

**Business Segments**

FY2016 (Unaudited)	Designer & generic eggs	Liquid Eggs	Spent Grains	Food Processing	Others	Total
<b>REVENUE</b>						
External revenue	27,623	685	2,625	5	660	31,598
<b>RESULT</b>						
Segment result	5,767	33	151	(150)	37	5,838
Unallocated other income <sup>(1)</sup>						27,099
Unallocated corporate expenses						(3,310)
Finance costs						(119)
Profit before income tax						29,508
<b>SEGMENT ASSETS</b>						
Segment assets	13,301	123	269	2,424	339	16,456
Unallocated corporate assets <sup>(1)</sup>						49,810
Total assets						66,266
<b>SEGMENT LIABILITIES</b>						
Segment liabilities	2,243	4	220	1,425	132	4,024
Unallocated corporate liabilities <sup>(1)</sup>						10,529
Total liabilities						14,553

FY2015	Designer & generic eggs	Liquid Eggs	Spent Grains	Food Processing	Others <sup>(2)</sup>	Total
<b>REVENUE</b>						
External revenue	29,499 <sup>(3)</sup>	786	2,375	2	541	33,203
<b>RESULT</b>						
Segment result	5,159	20	135	(170)	(466)	4,678
Unallocated other income						393
Unallocated corporate expenses						(2,515)
Finance costs						(196)
Profit before income tax						2,360
<b>SEGMENT ASSETS</b>						
Segment assets	29,859	193	228	2,430	147	32,857
Unallocated corporate assets						6,378
Total assets						39,235
<b>SEGMENT LIABILITIES</b>						
Segment liabilities	6,954	-	564	1,578	-	9,096
Unallocated corporate liabilities						5,957
Total liabilities						15,053



**Geographical Segments:**

FY2016 (Unaudited)	Singapore	Hong Kong <sup>(4)</sup>	Total
<b>REVENUE</b>			
External revenue	29,396	2,202	31,598
<b>NON-CURRENT ASSETS</b>			
Non-current assets (excluding non-current other receivables)	14,867	8	14,875

FY2015 (Audited)	Singapore	Hong Kong	Total
<b>REVENUE</b>			
External revenue	31,582	1,621 <sup>(3)</sup>	33,203
<b>NON-CURRENT ASSETS</b>			
Non-current assets (excluding non-current other receivables)	25,766	14	25,780

**Note:**

<sup>(1)</sup> During FY2016, the Group has disposed of its land use rights and a substantial part of its property, plant and equipment. For FY2016, unallocated other income and unallocated corporate assets include gain of \$24.4 million on the disposal and the cash proceeds of \$38.6 million received from the disposal respectively and unallocated corporate liabilities include the receipt of the assistance grant of \$6.0 million.

<sup>(2)</sup> Others include results from the aquaculture business in China that was disposed during FY2015 which is not considered as a major line of operation.

<sup>(3)</sup> Sales rebates incurred by the subsidiary in Hong Kong, amounting to \$0.7 million in FY2015, was reclassified from other operating expenses to revenue, to be consistent to the Group's classification.

<sup>(4)</sup> Revenue in Hong Kong segment increased by \$0.58 million in FY2016, mainly due to increased sales of our designer and generic eggs, through the hypermarkets in Hong Kong.

**16. 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 Paragraph 8 and 15.



**17. A breakdown of sales.**

	FY2016 (Unaudited) S\$'000	FY2015 <sup>(1)</sup> (Audited) S\$'000	Increase/ (Decrease) %
Sales reported in the first half year	16,050	16,778	(4)
Sales reported in the second half year	15,548	16,425	(5)
Profit after tax for first half year	1,090	1,744	(38)
Profit after tax for second half year	26,848	345	NM

**Note:**

<sup>(1)</sup> Sales rebates incurred by the subsidiary in Hong Kong, amounting to \$0.7 million in FY2015, was reclassified from other operating expenses to revenue, to be consistent with the Group's classification.

NM – Not Meaningful

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

	FY2016 S\$	FY2015 S\$
Ordinary Final and Total	414,040	414,040

**Note:**

<sup>(1)</sup> FY2016's final dividend of 0.49 Singapore cents per share was calculated based on the number of ordinary shares in issue as at 30 September 2016, and is subject to the approval of shareholders at the forthcoming Annual General Meeting.

**19. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(10) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.**

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was first held	Details of changes in duties and position held, if any, during the year
Chew Eng Keng	53	Brother of Managing Director, Mr Chew Eng Hoe	Maintenance and Engineering Manager, 2007	Not Applicable
Chew Eng Kiat	55	Brother of Managing Director, Mr Chew Eng Hoe	Production Manager, 2010	Not Applicable
Chew Suu Hai	61	Brother of substantial shareholder, Mr Chew Chu Hoo	Chief Hatchery Supervisor, 1987	Not Applicable

**By Order of the Board**  
**Chew Chee Bin**  
**Executive Chairman**  
**24 November 2016**