

Unaudited Second Quarter Financial Statement Announcement

PART 1 - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS

- 1(a) 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 COMPREHENSIVE INCOME FOR THE SECOND QUARTER ENDED 30 JUNE 2015

	The Group		Increase (Decrease) %	The Group		Increase (Decrease) %
	2Q 2015 \$'000	2Q 2014 \$'000		1H 2015 \$'000	1H 2014 \$'000	
Continuing operations						
Revenue	35,843	35,524	1	54,971	52,980	4
Cost of sales	(30,950)	(30,802)	0	(47,961)	(44,969)	7
Gross profit	4,893	4,722	4	7,010	8,011	(12)
Other income	134	523	(74)	875	1,197	(27)
Selling and distribution expenses	(723)	(805)	(10)	(1,408)	(1,814)	(22)
General and administrative expenses	(1,841)	(1,760)	5	(3,422)	(3,477)	(2)
Other expenses	(335)	(341)	(2)	(615)	(615)	-
Finance costs	(3,404)	(3,845)	(11)	(6,625)	(7,402)	(10)
Loss before taxation	(1,276)	(1,506)	(15)	(4,185)	(4,100)	2
Income tax expense	(349)	(200)	75	(509)	(200)	>100
Loss from continuing operations	(1,625)	(1,706)	(5)	(4,694)	(4,300)	9
Discontinued operations						
Profit/(loss) from discontinued operations (net of tax)*	- #	(166)	(100)	(44)	(344)	(87)
Loss for the period	(1,625)	(1,872)	(13)	(4,738)	(4,644)	2
Loss attributable to :						
Owners of the Company	(1,049)	(1,555)	(33)	(3,548)	(4,124)	(14)
Non-controlling interests	(576)	(317)	82	(1,190)	(520)	>100
Loss for the period	(1,625)	(1,872)	(13)	(4,738)	(4,644)	2

Remark :

- Certain items in the prior period have been reclassified to conform with current period's presentation.
- NM: Not Meaningful
- *: Relates to results of QF 10 Pte Ltd for FY2015, and both QF 10 Pte Ltd and HCG Environment Pte Ltd for FY2014.
- #: Profit less than S\$1,000.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE SECOND QUARTER ENDED 30 JUNE 2015

	<u>The Group</u>		Increase (Decrease) %	<u>The Group</u>		Increase (Decrease) %
	2Q 2015 \$'000	2Q 2014 \$'000		1H 2015 \$'000	1H 2014 \$'000	
Loss for the period	(1,625)	(1,872)	(13)	(4,738)	(4,644)	2
Other comprehensive income						
Translation differences relating to financial statements of foreign subsidiaries	68	32	>100	100	38	>100
Total comprehensive income for the period	<u>(1,557)</u>	<u>(1,840)</u>		<u>(4,638)</u>	<u>(4,606)</u>	
Total comprehensive income attributable to :						
Owners of the Company	(982)	(1,542)	(36)	(3,356)	(4,109)	(18)
Non-controlling interests	(575)	(298)	93	(1,282)	(497)	>100
Total comprehensive income for the period	<u>(1,557)</u>	<u>(1,840)</u>		<u>(4,638)</u>	<u>(4,606)</u>	

(A) Revenue

	<u>The Group</u>		<u>The Group</u>	
	2Q 2015 \$'000	2Q 2014 \$'000	1H 2015 \$'000	1H 2014 \$'000
Piling contract, construction, and rental and servicing of machinery	13,351	11,089	16,609	16,969
Trading of e-waste / metals	6,918	4,892	13,949	5,694
Recycling & refining of metals	10,736	14,840	14,762	21,026
Rental income from investment property	4,676	4,502	9,328	8,887
Others	162	201	323	404
	<u>35,843</u>	<u>35,524</u>	<u>54,971</u>	<u>52,980</u>

(B) Loss for the period

	<u>The Group</u>		<u>The Group</u>	
	2Q 2015 \$'000	2Q 2014 \$'000	1H 2015 \$'000	1H 2014 \$'000
<i>Loss for the period is arrived at after:</i>				
Charging/(crediting):				
Amortisation of deferred income	(184)	(171)	(370)	(344)
Reversal of impairment on property, plant and equipment	-	-	-	(72)
Amortisation of intangible assets	28	56	57	113
Reversal of allowance for write-down of inventories	(16)	(35)	(16)	(80)
Depreciation of property, plant and equipment	993	1,221	1,954	2,440
Foreign exchange loss	31	94	319	144
Loss/(gain) on disposal of property, plant and equipment	42	-	(418)	21
Gain on disposal of other investment	-	-	-	(4)
Net change in fair value of financial assets designated at fair value through profit or loss	-	(168)	-	(54)
Allowance for/(reversal of) impairment losses on trade receivables	-	8	(20)	9
Property, plant and equipment written off	15	-	15	-

(C) Finance costs (net)

	<u>The Group</u>		<u>The Group</u>	
	2Q 2015 \$'000	2Q 2014 \$'000	1H 2015 \$'000	1H 2014 \$'000
Interest income:				
- cash and cash equivalents	(30)	(167)	(57)	(168)
Interest expense:				
- Finance leases	8	14	14	32
- Bank loans	2,601	2,992	5,024	5,772
- Trust receipts	132	86	271	161
- Bank overdrafts	33	28	61	61
- Unsecured notes	636	636	1,265	1,265
- Third party	-	233	-	233
- Related company	22	22	44	44
- Others	2	1	3	2
	<u>3,434</u>	<u>4,012</u>	<u>6,682</u>	<u>7,570</u>
	<u>3,404</u>	<u>3,845</u>	<u>6,625</u>	<u>7,402</u>

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.

STATEMENTS OF FINANCIAL POSITION

	<u>The Group</u>		<u>The Company</u>	
	<u>30.06.15</u>	<u>31.12.14</u>	<u>30.06.15</u>	<u>31.12.14</u>
	<u>\$'000</u>	<u>\$'000</u>	<u>\$'000</u>	<u>\$'000</u>
Non-current assets				
Property, plant and equipment	33,660	35,406	254	240
Investment property	552,138	551,900	-	-
Intangible assets	1,310	1,367	-	-
Subsidiaries	-	-	18,379	18,379
Investment in jointly controlled entity	24	24	-	-
Other investments	5,512	5,512	5,512	5,512
Other assets	2,249	2,249	-	-
Trade and other receivables	935	826	-	-
	<u>595,828</u>	<u>597,284</u>	<u>24,145</u>	<u>24,131</u>
Current assets				
Inventories	10,865	4,984	-	-
Trade and other receivables	17,858	16,974	48,844	48,624
Cash and cash equivalents	4,174	4,034	131	391
Assets held for sale	-	7,041	-	-
	<u>32,897</u>	<u>33,033</u>	<u>48,975</u>	<u>49,015</u>
Total assets	<u>628,725</u>	<u>630,317</u>	<u>73,120</u>	<u>73,146</u>
Equity attributable to owners of the Company				
Share capital	95,888	95,888	95,888	95,888
Other reserve	(6,852)	(6,852)	-	-
Foreign currency translation reserve	(6,272)	(6,464)	-	-
Accumulated losses	(11,151)	(7,603)	(70,783)	(69,084)
	<u>71,613</u>	<u>74,969</u>	<u>25,105</u>	<u>26,804</u>
Non-controlling interests	<u>29,544</u>	<u>30,826</u>	-	-
Total equity	<u>101,157</u>	<u>105,795</u>	<u>25,105</u>	<u>26,804</u>
Non-current liabilities				
Loans and borrowings	244,689	246,714	-	-
Deferred income	590	944	-	-
Deferred tax liabilities	399	408	-	-
Trade and other payables	44,556	45,668	-	-
	<u>290,234</u>	<u>293,734</u>	-	-
Current liabilities				
Trade and other payables	30,663	24,265	18,015	16,342
Loans and borrowings	205,110	201,014	30,000	30,000
Deferred income	737	727	-	-
Current tax payable	824	565	-	-
Liabilities held for sale	-	4,217	-	-
	<u>237,334</u>	<u>230,788</u>	<u>48,015</u>	<u>46,342</u>
Total liabilities	<u>527,568</u>	<u>524,522</u>	<u>48,015</u>	<u>46,342</u>
Total equity and liabilities	<u>628,725</u>	<u>630,317</u>	<u>73,120</u>	<u>73,146</u>

1(b)(ii) Aggregate amount of group's borrowings and debt securities, including those held-for-sale.

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

As at 30/06/2015		As at 31/12/2014	
Secured	Unsecured	Secured	Unsecured
201,231,000	3,879,000	171,956,000	33,202,000

Amount repayable after one year.

As at 30/06/2015		As at 31/12/2014	
Secured	Unsecured	Secured	Unsecured
244,689,000	-	246,714,000	-

The Group's borrowings comprise obligations under finance leases, unsecured notes, secured bank loans, trust receipts and bank overdrafts.

Details of any collateral

The finance lease liabilities are secured on plant and equipment under the leases with carrying value of \$1,363,000 (31 December 2014 : \$1,722,000).

The trust receipts are used to finance the purchase of inventories with carrying value of \$7,175,000 (31 December 2014 : \$4,972,000).

The banks have a lien over the title of such inventories.

The bank loans are secured by/on :

- a) First legal mortgages over leasehold properties with carrying amounts of \$12,290,000 (31 December 2014 : \$12,848,000);
- b) First legal mortgages over investment properties with carrying amounts of \$190,138,000 (31 December 2014 : \$189,900,000);
- c) First legal mortgage over an investment property classified as asset held for sale with carrying amount of \$7,000,000 as at 31 December 2014;
- d) First and second legal mortgages over investment property with carrying amounts of \$362,000,000 (31 December 2014 : \$362,000,000);
- e) First fixed charge over 100% shareholdings of F2S1 Investment Pte Ltd;
- f) Deposits amounting to \$1,000,000 (31 December 2014 : \$1,158,000);
- g) Fixed charges on certain plant and machinery with carrying amounts of \$3,636,000 (31 December 2014 : \$3,811,000);
- h) Guarantees by the Executive Chairman of the Company; and
- i) Fixed charges on 200 million shares of the Company held by the Executive Chairman.

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 FOR THE QUARTER ENDED 30 JUNE 2015

	2Q 2015 \$'000	2Q 2014 \$'000	1H 2015 \$'000	1H 2014 \$'000
Cash flows from operating activities				
Loss for the period	(1,625)	(1,872)	(4,738)	(4,644)
Adjustments for:				
Reversal of impairment on property, plant and equipment	-	-	-	(72)
Depreciation of property, plant and equipment	993	1,221	1,954	2,440
Allowance for/(reversal of) impairment losses on trade receivables	-	8	(20)	9
Finance income	(30)	(167)	(57)	(168)
Finance costs	3,437	4,079	6,711	7,705
Amortisation of intangible assets	28	56	57	113
Net change in fair value of financial assets designated at fair value through profit or loss	-	(168)	-	(54)
Reversal of allowance for write-down of inventories	(16)	(35)	(16)	(80)
Loss/(gain) on disposal of property, plant and equipment	42	-	(418)	21
Gain on disposal of other investment	-	-	-	(4)
Amortisation of deferred income	(184)	(171)	(370)	(344)
Property, plant and equipment written off	15	-	15	-
Income tax expense	349	200	510	200
Operating profit before working capital changes	3,009	3,151	3,628	5,122
Changes in working capital				
Inventories	(2,107)	(17)	(5,798)	(982)
Trade and other receivables	(3,166)	(3,931)	(1,538)	(4,591)
Trade and other payables	945	2,807	5,249	2,392
Cash generated from operations	(1,319)	2,010	1,541	1,941
Income taxes paid	(256)	-	(259)	-
Net cash (used in)/from operating activities	(1,575)	2,010	1,282	1,941
Cash flows from investing activities				
Proceed from disposal of discontinued operation	2,077	-	2,427	-
Acquisition of property, plant and equipment	(249)	(575)	(512)	(947)
Payment for renovation of investment property	(238)	(352)	(238)	(553)
Acquisition of a subsidiary, net of cash acquired	-	(3,000)	-	(10,000)
Proceeds from disposal of property, plant and equipment	155	-	615	392
Receipt of tax claims related to investment properties	-	-	-	9,854
Quasi-equity loan to other investee	-	-	-	(345)
Proceeds from disposal of other investments	-	-	-	607
Interest received	-	167	2	168
Net cash from/(used in) investing activities	1,745	(3,760)	2,294	(824)

Cash flows from financing activities

Reduction in deposits pledged	-	-	158	-
Repayment of long-term loans and borrowings	(1,441)	(9,234)	(2,643)	(9,033)
Proceeds from short-term loans and borrowings	2,809	10,463	4,533	6,570
Proceed from finance lease	378	-	378	-
Payment of finance leases	(93)	(548)	(212)	(1,116)
Loans from non-controlling interests for working capital	-	6,830	-	12,216
Repayment of loans to non-controlling interests	(1,045)	-	(1,113)	-
Bridging loan from non-controlling interests	843	(951)	843	(557)
Interest paid	(2,840)	(6,631)	(5,881)	(8,836)
Net cash used in financing activities	(1,389)	(71)	(3,937)	(756)

Net (decrease)/increase in cash and cash equivalents

Effect of exchange rate fluctuation on cash held	20	48	(18)	38
Cash and cash equivalents at the beginning of the financial period	494	859	(326)	(1,313)
Cash and cash equivalents at the end of the financial period	(705)	(914)	(705)	(914)

Cash and cash equivalents are made up of the following:-

Cash at bank and on hand			2,971	2,050
Fixed deposits			1,203	307
			<u>4,174</u>	<u>2,357</u>
Less: Bank overdrafts			(3,879)	(3,166)
Less: Deposits pledged			<u>(1,000)</u>	<u>(105)</u>
Cash and cash equivalents at the end of the financial period			(705)	(914)

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.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 JUNE 2015

	<u>Share capital</u> \$'000	<u>Foreign currency translation reserve</u> \$'000	<u>Other reserve</u> \$'000	<u>Accumulated losses</u> \$'000	<u>Total attributable to owners of the Company</u> \$'000	<u>Non-controlling interests</u> \$'000	<u>Total equity</u> \$'000
As at 1 January 2015	95,888	(6,464)	(6,852)	(7,603)	74,969	30,826	105,795
Changes in equity for the period							
Loss for the period	-	-	-	(3,548)	(3,548)	(1,190)	(4,738)
Other comprehensive income							
- Translation differences relating to financial statements of foreign operations	-	192	-	-	192	(92)	100
Total comprehensive income	-	192	-	(3,548)	(3,356)	(1,282)	(4,638)
As at 30 June 2015	95,888	(6,272)	(6,852)	(11,151)	71,613	29,544	101,157
As at 1 January 2014	95,888	(6,225)	(6,852)	(20,792)	62,019	11,513	73,532
Changes in equity for the period							
Loss for the period	-	-	-	(4,124)	(4,124)	(520)	(4,644)
Other comprehensive income							
- Translation differences relating to financial statements of foreign operations	-	15	-	-	15	23	38
Total comprehensive income	-	15	-	(4,124)	(4,109)	(497)	(4,606)
As at 30 June 2014	95,888	(6,210)	(6,852)	(24,916)	57,910	11,016	68,926

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 JUNE 2015

	<u>Share capital</u> \$'000	<u>Accumulated losses</u> \$'000	<u>Total</u> \$'000
As at 1 January 2015	95,888	(69,084)	26,804
Changes in equity for the period			
Loss for the period	-	(1,699)	(1,699)
Total comprehensive income	-	(1,699)	(1,699)
As at 30 June 2015	<u>95,888</u>	<u>(70,783)</u>	<u>25,105</u>
As at 1 January 2014	95,888	(43,479)	52,409
Changes in equity for the period			
Loss for the period	-	(1,299)	(1,299)
Total comprehensive income	-	(1,299)	(1,299)
As at 30 June 2014	<u>95,888</u>	<u>(44,778)</u>	<u>51,110</u>

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.

For the quarter ended 30 June 2015, there was no change to the share capital of the Company.

The Company did not have any outstanding convertibles and treasury shares 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.

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.

Total number of issued shares excluding treasury shares: 1,026,650,198 (31 December 2014: 1,026,650,198)

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.

The financial statements have been prepared in accordance with the same accounting policies and methods of computation adopted in the most recently audited financial statements for the financial year ended 31 December 2014.

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

Not applicable.

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

	<u>The Group</u>			
	2Q 2015	2Q 2014	1H 2015	1H 2014
	\$	\$	\$	\$
Loss per share				
Basic and diluted loss per share (cents)	(0.11) cts	(0.15) cts	(0.35) cts	(0.40) cts
Continuing operations				
Basic and diluted loss per share (cents)	(0.11) cts	(0.14) cts	(0.35) cts	(0.37) cts
Discontinued operations				
Basic and diluted earnings/loss per share (cents)	NM #	(0.01) cts	NM	(0.03) cts
	2Q 2015	2Q 2014	1H 2015	1H 2014
	\$'000	\$'000	\$'000	\$'000
(Loss)/profit attributable to owners of the Company				
Continuing operations	(1,049)	(1,421)	(3,526)	(3,845)
Discontinued operations	- #	(134)	(22)	(279)
	(1,049)	(1,555)	(3,548)	(4,124)

#: Profit less than S\$1,000.

Basic and diluted earnings per share is computed based on weighted average number of shares of the company in issue.

Weighted average number of shares ('000)	1,026,650	1,026,650	1,026,650	1,026,650
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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 period reported on and (b) immediately preceding financial year.**

	<u>The Group</u>		<u>The Company</u>	
	30.06.2015	31.12.2014	30.06.2015	31.12.2014
Net asset value per ordinary share for the Group and the Company	6.98 cts	7.30 cts	2.45 cts	2.61 cts

Net asset value per ordinary share for the Group and the Company are computed based on the net asset value of the Group and the Company after deduction of non-controlling interests divided by the number of ordinary shares of the Company in issue as at 30 June 2015 of 1,026,650,198 shares (31 December 2014: 1,026,650,198 shares).

- 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.**

STATEMENTS OF FINANCIAL POSITION

Comparing 30 June 2015 with 31 December 2014 figures:

- (i) The decrease in property, plant and equipment was due mainly to depreciation in 1H 2015.
- (ii) The increase in inventories was attributed to work-in-progress of \$3.7 million recorded by Leong Hin Builders Pte Ltd relating to the joint operation with SB Procurement Pte Ltd (as announced via SGXNET on 18 May 2014) for the construction of a 7-storey multi-user general industrial development located at 60 Jalan Lam Huat, Singapore, and higher inventories by the recycling business in 1H 2015.
- (iii) As at 31 December 2014, the assets and liabilities held for sale were related to the Group's 51% owned subsidiary, QF 10 Pte Ltd, which was classified as held for sale as the Group's management was committed to sell and the sale was highly probable. The sale was completed on 10 April 2015. Details of the disposal were announced via SGXNET on 18 December 2014, 9 February 2015 and 10 April 2015.
- (iv) The increase in the Group's short term loans and borrowings was attributed mainly to higher trust receipt financing. The decrease in long term loans and borrowings was due to repayment of bank loans during 1H 2015.
- (v) Trade and other payables was higher due mainly to \$6.9 million of payables recorded by Leong Hin Builders Pte Ltd during 1H 2015 relating to the joint operation with SB Procurement Pte Ltd (as announced via SGXNET on 18 May 2014).
- (vi) On 18 March 2015, the Group entered into a Memorandum of Understanding (MOU) with BS Capital Pte Ltd (BS Capital) in relation to the proposed acquisitions of 87.5% interest in Carros Project Management Pte Ltd, a company principally engaged in the business of property development, property investment and other investment holding, and 49.0% interest in the Group's subsidiary, EH Property & Investments Pte Ltd. The Group and BS Capital have further undertaken in the MOU to procure the signing of certain sale and purchase agreements which are necessary to give effect to the other transactions and acquisitions contemplated in the MOU (collectively the Proposed Acquisitions). The consideration for the Proposed Acquisitions shall be wholly satisfied through the issuance of ordinary shares in the capital of the Company.

As at 30 June 2015, the Group's current liabilities exceeded its current assets. In particular, the current liabilities of the Group include i) money market loan of \$101,000,000 ii) term loan of \$40,000,000 and iii) unsecured notes of \$30,000,000, all of which will be due in 4Q 2015. The money market loan and term loan are secured by the investment property held by the Group. The lender of the banking facilities has acknowledged their awareness of the Proposed Acquisitions and expressed intention to restructure the banking facilities upon the completion of the Proposed Acquisitions.

Further to the MOU announcement on 18 March 2015, the parties had on 21 July 2015 entered into various definitive conditional sale and purchase agreements (Acquisition SPAs), details of which could be found in the SGXNET announcement dated 22 July 2015. The terms and conditions under the Acquisition SPAs would supersede the terms and conditions under the MOU.

Upon completion of the Proposed Acquisitions, the Target Companies (as defined in the SGX announcement released via SGXNET on 22 July 2015) will each be a wholly-owned direct or indirect subsidiary of the Company.

STATEMENT OF COMPREHENSIVE INCOME

Comparing 1H/2Q 2015 figures with 1H/2Q 2014 figures:

- (i) For 1H 2015, the Group's revenue rose by \$2.0 million or 4% compared to 1H 2014. The increase was contributed by the recycling business. For 2Q 2015, the overall Group's revenue was in line with the corresponding period as higher revenue of \$2.3 million from the construction business was offset by lower revenue from the recycling business.
- (ii) Gross profit for 1H 2015 was lower compared to 1H 2014 due mainly to fewer projects being secured for the piling business. This was partially offset by improved margins from the recycling business. As for 2Q 2015, gross profit was comparable year-on-year.
- (iii) Other income, selling and distribution expenses, general and administrative expenses, other expenses and finance costs for 1H/2Q 2015 were generally comparable to 1H/2Q 2014.

STATEMENT OF CASH FLOWS

Comparing 1H/2Q 2015 figures with 1H/2Q 2014 figures:

- (i) The changes in net cashflows from operating activities during 1H/2Q 2015 compared to 1H/2Q 2014 were due mainly to changes in working capital.
- (ii) The cashflows generated from investing activities during 1H/2Q 2015 was due mainly to sale proceeds received from the disposal of discontinued operation, QF 10 Pte Ltd. For 2Q 2014, net cash used in investing activities was due to payment made for acquisition of a subsidiary, F2S1 Investment Pte Ltd. As for 1H 2014, net cash used in investing activities was due to payment made for acquisition of a subsidiary, F2S1 Investment Pte Ltd, but was negated by the receipt of tax claim in relation to acquisition of investment property in 1Q 2014.
- (iii) The higher net cash outflows from financing activities during 1H/2Q 2015 compared to the corresponding period in 2014 was due mainly to no loans from non-controlling interests in 1H/2Q 2015.

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

No forecast or prospect statements were previously made.

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.

Subsequent to the Company's announcement on 18 March 2015 in relation to the entry by the Company into the Memorandum of Understanding (MOU) proposed to acquire various investment properties and development property, the Company had further announced on 22 July 2015 that it had on 21 July 2015 entered into the sale and purchase agreements contemplated under the MOU. The completion is expected to take place by end of this financial year.

11 If a decision regarding dividend has been made:-

(a) Whether an interim (final) ordinary dividend has been declared (recommended); and

None.

(b) Final ordinary dividend

None.

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).

Not applicable.

(d) The date the dividend is payable.

Not applicable.

(e) The date on which Registrable Transfers received by the company (up to 5.00 pm) will be registered before entitlements to the dividend are determined.

Not applicable.

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

No dividend has been declared or recommended for the period under review.

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 not IPT mandate has been obtained, a statement to that effect.

Name of interested person	Aggregate value of all Interested Person Transactions during the financial period under review (excluding transactions less than S\$100,000 and transactions conducted under Shareholders' Mandate pursuant to Rule 920)	Aggregate value of all Interested Person Transactions conducted under Shareholders' Mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)
Carros Project Management Pte Ltd (previously known as "Lam Huat Development Pte Ltd")	Shareholder's loan - Nil (note 1)	-
EH Property & Investments Pte Ltd	Shareholder's loan - Nil (note 2)	-
Kranji Development Pte Ltd	-	Construction-related revenue - S\$207,678 (note 3)

Notes:

- (1) The Company has an existing obligation to make available a shareholder's loan ("CPM Shareholder's Loan") of up to an aggregate amount of S\$8 million to Carros Project Management Pte Ltd ("Carros Project Management"), previously known as Lam Huat Development Pte Ltd, to fund the joint venture entered into between the Company and BS Capital Pte Ltd, details of the CPM Shareholder's Loan of which were set out in the Company's annual report for the financial year ended 31 December 2012. As at the financial period ended 30 June 2015, the Company has disbursed an aggregate amount of S\$5,511,695 to Carros Project Management pursuant to the CPM Shareholder's Loan.
- (2) The Company has an existing obligation to fund the joint venture entered into between the Company and BS Capital Pte. Ltd. in relation to EH Property & Investments Pte. Ltd. ("EH Property") by way of shareholder's loan ("EH Property Shareholder's Loan"). Details of the joint venture and the EH Property Shareholder's Loan were set out in the Company's circular to shareholders dated 29 August 2013 and the Company's announcements on the SGXNET dated 25 June 2013, 8 July 2013 and 24 February 2014. As at the financial period ended 30 June 2015, the Company has disbursed an aggregate amount of S\$46,374,111 to EH Property pursuant to the EH Property Shareholder's Loan, net of part repayment of the EH Property Shareholder's Loan amounting to S\$1,333,908 during the financial period under review.
- (3) The Company has, at the Company's AGM held on 28 April 2015, obtained a renewal of the shareholders' general mandate ("IPT Mandate") for (i) the grant of corporate guarantees by the Company to banks and financial institutions for banking and financing facilities to be granted to the Company's subsidiaries which fall within the definition of "interested person" as defined in Chapter 9 of the Listing Manual from time to time; and (ii) the provision of construction-related services by a wholly-owned subsidiary of the Company, Leong Hin Piling (Pte.) Limited, its subsidiaries and associated companies from time to time, or any of them, to Mr Raymond Ng Ah Hua and his associates which are expected to be recurrent in nature. For the financial period ended 30 June 2015, the Group has entered into IPT transactions amounting to S\$207,678 under the IPT Mandate.

PART II ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

(This part is not applicable to Q1, Q2, Q3 or Half Year Results)

14 Segmented revenue and results for business or geographical 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.

Not applicable.

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

Not applicable.

16 A breakdown of sales.

Not applicable.

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

Not applicable.

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(13) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.

Not applicable.

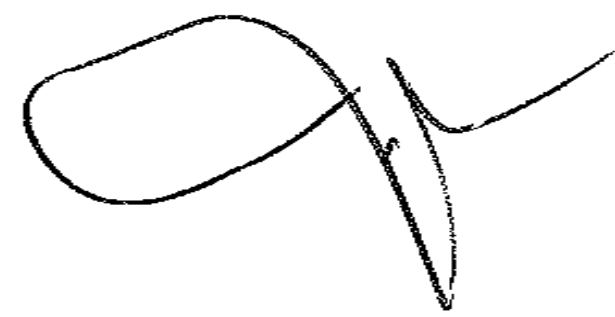
BY ORDER OF THE BOARD

JOANNA LIM
Company Secretary
13 August 2015

Confirmation by the Board Pursuant to Rule 705(5)

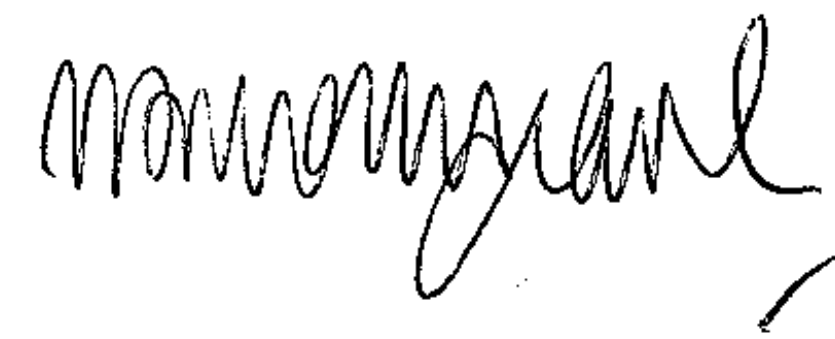
We, Raymond Ng and Tan Kok Hiang, being two directors of Enviro-Hub Holdings Ltd (the "Company"), do hereby confirm on behalf of the directors of the Company that, to the best of our knowledge, nothing has come to the attention of the board of directors of the Company which may render these interim unaudited financial results of the Company and of the Group to be false or misleading in any material respect.

On behalf of the board of directors



Raymond Ng
Chairman

13 August 2015
Singapore



Tan Kok Hiang
Director