



FIGTREE HOLDINGS LIMITED

(Company Registration Number : 201315211G)

**Unaudited Financial Statement and Dividend Announcement
For the Financial Period Ended 30 June 2016**

**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 Income Statement

	Note	Group Three Months Ended			Group Six Months Ended		
		30 June 2016	30 June 2015	Change	30 June 2016	30 June 2015	Change
		S\$	S\$	%	S\$	S\$	%
Revenue	8(a)(i)	19,203,234	38,076,728	(49.6)	30,176,914	69,196,684	(56.4)
Cost of sales	8(a)(ii)	(15,669,537)	(32,856,057)	(52.3)	(22,864,942)	(58,098,927)	(60.6)
Gross profit	8(a)(ii)	3,533,697	5,220,671	(32.3)	7,311,972	11,097,757	(34.1)
Other income	8(a)(iii)	294,826	264,963	11.3	627,076	511,521	22.6
General and administrative expenses	8(a)(iv)	(2,058,300)	(1,710,279)	20.3	(3,400,151)	(3,442,102)	(1.2)
Finance costs		(1,125)	-	NM	(2,399)	-	NM
Share of results of an associate	8(a)(v)	1,500,196	428,508	250.1	1,674,194	264,475	533.0
Profit before taxation		3,269,294	4,203,863	(22.2)	6,210,692	8,431,651	(26.3)
Tax expense	8(a)(vi)	(537,046)	(825,764)	(35.0)	(901,149)	(1,673,420)	(46.1)
Profit for the period		2,732,248	3,378,099	(19.1)	5,309,543	6,758,231	(21.4)
Attributable to:							
Owners of the Company		2,774,445	3,423,152	(19.0)	5,320,287	6,726,491	(20.9)
Non-controlling interests		(42,197)	(45,053)	(6.3)	(10,744)	31,740	(133.9)
		2,732,248	3,378,099	(19.1)	5,309,543	6,758,231	(21.4)

NM – Not Meaningful

Consolidated Statement of Comprehensive Income

	Group			Group		
	Three Months Ended			Six Months Ended		
	30 June 2016 S\$	30 June 2015 S\$	Change %	30 June 2016 S\$	30 June 2015 S\$	Change %
Profit for the period	2,732,248	3,378,099	(19.1)	5,309,543	6,758,231	(21.4)
Other comprehensive income: Items that may be reclassified subsequently to profit or loss						
- Exchange differences on translation of foreign operations	(532,676)	(203,631)	161.6	(870,215)	75,181	NM
Other comprehensive income for the period, net of tax	(532,676)	(203,631)	161.6	(870,215)	75,181	NM
Total comprehensive income for the period	2,199,572	3,174,468	(30.7)	4,439,328	6,833,412	(35.0)
Attributable to:						
Owners of the Company	2,241,769	3,219,521	(30.4)	4,450,072	6,801,672	(34.6)
Non-controlling interests	(42,197)	(45,053)	(6.3)	(10,744)	31,740	(133.9)
	2,199,572	3,174,468	(30.7)	4,439,328	6,833,412	(35.0)

NM – Not Meaningful

Notes to the Consolidated Income Statement

The following items have been included in arriving at profit before taxation:

Note	Group			Group		
	Three Months Ended			Six Months Ended		
	30 June 2016 S\$	30 June 2015 S\$	Change %	30 June 2016 S\$	30 June 2015 S\$	Change %
Depreciation of property, plant and equipment	47,085	50,180	(6.2)	93,326	100,898	(7.5)
Foreign exchange loss, net	747,680	124,439	500.8	953,687	771,912	23.5
Interest income from loans to an associate	(184,515)	(214,019)	(13.8)	(456,646)	(403,752)	13.1
Operating lease expense	5,938	8,860	(33.0)	27,090	24,678	9.8
Employee benefits expense presented in the consolidated income statement as:						
- Cost of sales	411,293	441,208	(6.8)	1,035,734	1,045,363	(0.9)
- General and administrative expenses	1,135,753	1,393,602	(18.5)	1,955,436	2,241,459	(12.8)

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

	Note	Group		Company	
		As at 30 June 2016 S\$	As at 31 December 2015 S\$	As at 30 June 2016 S\$	As at 31 December 2015 S\$
ASSETS					
Non-current assets					
Property, plant and equipment	8(b)(i)	3,530,934	3,600,136	363	674
Investments in subsidiaries		-	-	9,152,597	9,152,597
Interests in an associate	8(b)(ii)	2,622,377	1,435,870	-	-
Loans to an associate	8(b)(iii)	8,371,554	4,474,463	-	-
Loans to a subsidiary		-	-	-	-
Total non-current assets		14,524,865	9,510,469	9,152,960	9,153,271
Current assets					
Development properties	8(b)(iv)	19,585,754	19,732,618	-	-
Trade receivables	8(b)(v)	28,951,399	32,844,327	-	-
Other receivables	8(b)(vi)	127,137	206,981	4,316	1,286
Prepayments		68,000	65,836	848	105
Loans to a subsidiary		-	-	-	1,762,672
Amounts due from subsidiaries		-	-	16,805,350	16,963,604
Loans to an associate	8(b)(iii)	11,308,577	12,945,306	-	-
Cash and short-term deposits	8(b)(vii)	11,090,832	13,110,502	1,445,152	2,356,908
Total current assets		71,131,699	78,905,570	18,255,666	21,084,575
Total assets		85,656,564	88,416,039	27,408,626	30,237,846
LIABILITIES					
Current liabilities					
Gross amount due to customers for contract work-in-progress	8(b)(viii)	11,874,544	14,304,050	-	-
Trade and other payables	8(b)(ix)	28,381,140	31,564,799	831,443	2,469,567
Provision for taxation	8(b)(x)	2,440,311	3,065,458	7,277	9,610
Total current liabilities		42,695,995	48,934,307	838,720	2,479,177
Net current assets		28,435,704	29,971,263	17,416,946	18,605,398
Non-current liability					
Deferred tax liabilities		119,852	22,830	31,112	22,830
Total non-current liabilities		119,852	22,830	31,112	22,830
Total liabilities		42,815,847	48,957,137	869,832	2,502,007
Net assets		42,840,717	39,458,902	26,538,794	27,735,839

	Group		Company	
	As at 30 June	As at 31	As at 30 June	As at 31
	2016	December	2016	December
	S\$	2015	2015	S\$
	S\$	S\$	S\$	S\$
<u>EQUITY</u>				
Equity attributable to owners of the Company				
Share capital	26,089,553	22,485,430	26,089,553	22,485,430
Accumulated profits	25,403,428	24,764,951	414,960	5,236,302
Merger deficit ⁽¹⁾	(8,152,595)	(8,152,595)	-	-
Share option reserve	34,281	14,107	34,281	14,107
Foreign currency translation reserve	(542,355)	327,860	-	-
	42,832,312	39,439,753	26,538,794	27,735,839
Non-controlling interests	8,405	19,149	-	-
Total equity	42,840,717	39,458,902	26,538,794	27,735,839

Note :

- (1) The difference between the consideration paid / transferred and the issued and paid up share capital of Figtree Projects Pte. Ltd. during the pre-IPO Restructuring Exercise is reflected as a Merger Deficit under the Equity of the Group.

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 June 2016		As at 31 December 2015	
Secured	Unsecured	Secured	Unsecured
S\$	S\$	S\$	S\$
-	-	-	-

Amount repayable after one year

As at 30 June 2016		As at 31 December 2015	
Secured	Unsecured	Secured	Unsecured
S\$	S\$	S\$	S\$
-	-	-	-

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

	Group		Group	
	Three Months Ended		Six Months Ended	
	30 June 2016	30 June 2015	30 June 2016	30 June 2015
	S\$	S\$	S\$	S\$
Cash flows from operating activities				
Profit before taxation	3,269,294	4,203,863	6,210,692	8,431,651
Adjustments for:				
Depreciation of property, plant and equipment	47,085	50,180	93,326	100,898
Share of results of associates	(1,500,196)	(428,508)	(1,674,194)	(264,475)
Share-based expense	9,634	–	20,174	–
Interest income	(212,594)	(236,518)	(500,928)	(499,343)
Finance costs	1,125	–	2,399	–
Operating cash flows before changes in working capital	1,614,348	3,589,017	4,151,469	7,768,731
Decrease/(increase) in:				
Development properties	310,335	(195,210)	146,864	(19,763,957)
Trade receivables	(2,994,181)	(6,178,301)	3,892,928	(12,985,797)
Other receivables and prepayments	(34,674)	30,249	77,680	1,939,880
Amount due from an associate	–	–	–	39,030
(Decrease)/increase in:				
Gross amount due to customers for contract work-in-progress	(1,410,370)	(8,261,955)	(2,429,506)	529,335
Trade and other payables	3,373,005	5,359,957	(3,183,659)	1,466,771
Cash flows generated from/(used in) operations	858,463	(5,656,243)	2,655,776	(21,006,007)
Income tax paid	(1,599,635)	(848,386)	(1,429,274)	(806,316)
Interest received	28,078	22,499	44,281	95,591
Net cash flows (used in)/generated from operating activities	(713,094)	(6,482,130)	1,270,783	(21,716,732)
Cash flows from investing activities				
Purchases of property, plant and equipment	(13,410)	(11,018)	(28,916)	(16,134)
Loans to an associate	(438,895)	(1,407,292)	(2,278,645)	(4,857,025)
Net cash flows used in investing activities	(452,305)	(1,418,310)	(2,307,561)	(4,873,159)
Cash flows from financing activities				
Issuance of new shares	3,629,290	2,002,314	3,629,290	2,002,314
Share issuance expense	(25,167)	(24,090)	(25,167)	(24,090)
Dividends paid on ordinary shares	(4,681,810)	(2,775,468)	(4,681,810)	(2,775,468)
Proceeds from bank borrowing	–	–	500,000	–
Repayment of bank borrowing	–	–	(500,000)	–
Interest paid	(1,125)	–	(2,399)	–
Net cash flows used in financing activities	(1,078,812)	(797,244)	(1,080,086)	(797,244)
Net decrease in cash and cash equivalents	(2,244,211)	(8,697,684)	(2,116,864)	(27,387,135)

Cash and cash equivalents at the beginning of period	13,236,211	18,363,303	13,110,502	37,027,247
Effects of exchange rate changes on cash and cash equivalents	98,832	(1,109)	97,194	24,398
Cash and cash equivalents at the end of period	11,090,832	9,664,510	11,090,832	9,664,510

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

Group	Attributable to equity holders of the Company						Total equity attributable to owners of the Company S\$	Non-controlling interests S\$	Total equity S\$
	Share capital S\$	Accumulated profits S\$	Merger deficit S\$	Share option reserve S\$	Foreign currency translation reserve S\$	Total reserves S\$			
Balance as at 1 April 2015	20,511,462	18,244,503	(8,152,595)	-	538,810	10,630,718	31,142,180	114,554	31,256,734
Profit for the period	-	3,423,152	-	-	-	3,423,152	3,423,152	(45,053)	3,378,099
<u>Other comprehensive income</u>									
Foreign currency translation	-	-	-	-	(203,631)	(203,631)	(203,631)	-	(203,631)
Total comprehensive income for the period	-	3,423,152	-	-	(203,631)	3,219,521	3,219,521	(45,053)	3,174,468
<u>Contributions by and distributions to owners</u>									
Dividends on ordinary shares	2,002,314	(2,775,468)	-	-	-	(2,775,468)	(773,154)	-	(773,154)
Share issuance expense	(24,090)	-	-	-	-	-	(24,090)	-	(24,090)
Total contributions by and distributions to owners	1,978,224	(2,775,468)	-	-	-	(2,775,468)	(797,244)	-	(797,244)
Total transactions with owners in their capacity as owners	1,978,224	(2,775,468)	-	-	-	(2,775,468)	(797,244)	-	(797,244)
Balance as at 30 June 2015	22,489,686	18,892,187	(8,152,595)	-	335,179	11,074,771	33,564,457	69,501	33,633,958
Balance as at 1 April 2016	22,485,430	27,310,793	(8,152,595)	24,647	(9,679)	19,173,166	41,658,596	50,602	41,709,198
Profit for the period	-	2,774,445	-	-	-	2,774,445	2,774,445	(42,197)	2,732,248
<u>Other comprehensive income</u>									
Foreign currency translation	-	-	-	-	(532,676)	(532,676)	(532,676)	-	(532,676)
Total comprehensive income for the period	-	2,774,445	-	-	(532,676)	2,241,769	2,241,769	(42,197)	2,199,572
<u>Contributions by and distributions to owners</u>									
Dividends on ordinary shares	3,629,290	(4,681,810)	-	-	-	(4,681,810)	(1,052,520)	-	(1,052,520)
Share issuance expense	(25,167)	-	-	-	-	-	(25,167)	-	(25,167)

Share-based expense	-	-	-	9,634	-	9,634	9,634	-	9,634
Total contributions by and distributions to owners	3,604,123	(4,681,810)	-	9,634	-	(4,672,176)	(1,068,053)	-	(1,068,053)
Total transactions with owners in their capacity as owners	3,604,123	(4,681,810)	-	9,634	-	(4,672,176)	(1,068,053)	-	(1,068,053)
Balance as at 30 June 2016	26,089,553	25,403,428	(8,152,595)	34,281	(542,355)	16,742,759	42,832,312	8,405	42,840,717

Company	Share capital S\$	Accumulated profits S\$	Share option reserve S\$	Total S\$
Balance as at 1 April 2015	20,511,462	3,750,323	-	24,261,785
Loss, representing total comprehensive income, for the period	-	(148,358)	-	(148,358)
<u>Contributions by and distributions to owners</u>				
Dividends on ordinary shares	2,002,314	(2,775,468)	-	(773,154)
Share issuance expense	(24,090)	-	-	(24,090)
Total contributions by and distributions to owners	1,978,224	(2,775,468)	-	(797,244)
Total transactions with owners in their capacity as owners	1,978,224	(2,775,468)	-	(797,244)
Balance as at 30 June 2015	22,489,686	826,497	-	23,316,183
Balance as at 1 April 2016	22,485,430	5,171,934	24,647	27,682,011
Loss, representing total comprehensive income, for the period	-	(75,164)	-	(75,164)
<u>Contributions by and distributions to owners</u>				
Dividends on ordinary shares	3,629,290	(4,681,810)	-	(1,052,520)
Share issuance expense	(25,167)	-	-	(25,167)
Share-based expense	-	-	9,634	9,634
Total contributions by and distributions to owners	3,604,123	(4,681,810)	9,634	(1,068,053)
Total transactions with owners in their capacity as owners	3,604,123	(4,681,810)	9,634	(1,068,053)
Balance as at 30 June 2016	26,089,553	414,960	34,281	26,538,794

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 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.

	Company	
	Number of shares	Issued and paid-up share capital (S\$)
As at 31 March 2016	292,613,134	22,485,430
Issuance of new ordinary shares as scrip dividend	23,043,110	3,629,290
Share issuance expense	-	(25,167)
As at 30 June 2016	<u>315,656,244</u>	<u>26,089,553</u>

Figtree Employee Share Option Scheme (the "ESOS")

The movement in ESOS during the period was as follows :

	As at 30 June 2016	As at 30 June 2015
Outstanding as at 1 April 2016	1,790,000	-
Forfeited during the period	(50,000)	-
Outstanding as at 30 June 2016	<u>1,740,000</u>	<u>-</u>

The outstanding share options of 1,740,000 as at 30 June 2016 are convertible into 1,740,000 ordinary shares of the Company.

Other than the unexercised share options under the ESOS as stated above, the Company had no other outstanding convertibles or treasury shares as at 30 June 2016 and 30 June 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	
	As at 30 June 2016	As at 31 December 2015
Total number of issued shares excluding treasury shares	<u>315,656,244</u>	<u>292,613,134</u>

There were no treasury shares as at 30 June 2016 and 31 December 2015.

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. The Company does not have any treasury shares during and as at the end of the current financial period reported on.

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

These figures have not been audited or reviewed.

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 on Section 5 below, the Group has applied the same accounting policies and methods of computation in the preparation of the financial statements for the current reporting period as compared with the audited financial statements for the 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

The Company has adopted certain Financial Reporting Standards ("FRS") and Interpretations of FRS ("INT FRS") that are mandatory for the financial year beginning on or after 1 January 2016. The adoption of these FRS and INT FRS has no significant impact on the financial position or performance of the Group.

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 Three Months Ended		Group Six Months Ended	
	30 June 2016	30 June 2015 (Re-presented*)	30 June 2016	30 June 2015 (Re-presented*)
	S\$	S\$	S\$	S\$
Profit attributable to owners of the Company	2,774,445	3,423,152	5,320,287	6,726,491
Weighted average number of ordinary shares for basic earnings per share computation	292,739,744	292,739,744	292,739,744	292,739,744
Effects of dilution:				
- Share options	379,257	-	379,257	-
Weighted average number of ordinary shares for diluted earnings per share computation	293,119,001	292,739,744	293,119,001	292,739,744

Basic earnings per share (cents)	0.95	1.17	1.82	2.30
Diluted earnings per share (cents)	0.95	1.17	1.82	2.30

* In accordance with FRS 33 *Earnings Per Share*, following the scrip dividends that took place in the financial period ended 30 June 2016, the weighted average number of ordinary shares for the financial period ended 30 June 2015 has been restated based on the assumption that the 23,043,110 new ordinary shares had been issued as scrip dividends at the beginning of the previous financial period.

7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the (a) current financial period reported on and (b) immediately preceding financial year

	Group		Company	
	As at 30 June 2016	As at 31 December 2015	As at 30 June 2016	As at 31 December 2015
Net asset value per ordinary share based on issued share capital (cents)	13.57	13.48	8.41	9.48
Number of issued ordinary shares	315,656,244	292,613,134	315,656,244	292,613,134

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.

(a) Review of the Consolidated Income Statement

Financial period from 1 April 2016 to 30 June 2016 ("2Q2016") vs 1 April 2015 to 30 June 2015 ("2Q2015")

- (i) The Group's revenue decreased by 49.6%, from S\$38.08 million in 2Q2015 to S\$19.20 million in 2Q2016 due to higher revenue that was recognised in 2Q2015 from various projects completed during the financial year ended 2015 ("FY2015").
- (ii) The decrease in cost of sales from S\$32.86 million in 2Q2015 to S\$15.67 million in 2Q2016 is in line with the decrease in revenue. The Group's gross profit decreased by 32.3% from S\$5.22 million in 2Q2015 to S\$3.53 million in 2Q2016 mainly due to the completion of projects during FY2015.
- (iii) The Group's other income increased from S\$0.26 million in 2Q2015 to S\$0.29 million in 2Q2016 mainly due to an increase in interest income from fixed deposits.
- (iv) The Group's general and administrative expenses increased by 20.3% from S\$1.71 million in 2Q2015 to S\$2.06 million in 2Q2016 mainly due to an increase in foreign exchange losses.
- (v) Share of results of associates of S\$1.5 million relates to the profit from the Company's associate, Vibrant Properties Pte. Ltd. ("VPPL"). The profit recognised by VPPL in 2Q2016 arose mainly from the completion of the Group's first government-approved resettlement housing project in Jiangyin, China, as well as the commencement of the second government-approved resettlement housing project, also in Jiangyin, China.

- (vi) Tax expense decreased by 35.0% from S\$0.83 million in 2Q2015 to S\$0.54 million in 2Q2016, which was in line with the lower profits recognised in 2Q2016.

Financial period ended 30 June 2016 ("6M2016") vs 30 June 2015 ("6M2015")

- (i) The Group's revenue decreased by 56.4%, from S\$69.20 million in 6M2015 to S\$30.18 million in 6M2016 due to higher revenue that was recognised in 6M2015 from various projects completed during FY2015.
- (ii) The decrease in cost of sales from S\$58.10 million in 6M2015 to S\$22.86 million in 6M2016 is in line with the decrease in revenue. The Group's gross profit decreased by 34.1% from S\$11.10 million in 6M2015 to S\$7.31 million in 6M2016 mainly due to the completion of projects during FY2015.
- (iii) The Group's other income increased from S\$0.51 million in 6M2015 to S\$0.63 million in 6M2016 mainly due to interest income recognised from an increase in shareholder loans extended to an associate.
- (iv) The Group's general and administrative expenses decreased marginally by 1.2% from S\$3.44 million in 6M2015 to S\$3.40 million in 6M2016.
- (v) Share of results of associates of S\$1.67 million relates to the profit from VPPL. The profit recognised by VPPL in 6M2016 arose mainly from the completion of the Group's first government-approved resettlement housing project in Jiangyin, China, as well as the commencement of the second government-approved resettlement housing project, also in Jiangyin, China.
- (vi) Tax expense decreased by 46.1% from S\$1.67 million in 6M2015 to S\$0.90 million in 6M2016, which was in line with the lower profits recognised in 6M2016.

(b) Review of the Financial Position of the Group

- (i) The net book value of the Group's property, plant and equipment decreased from S\$3.60 million as at 31 December 2015 to S\$3.53 million as at 30 June 2016 mainly due to depreciation charges during the period.
- (ii) The increase in interests in an associate from S\$1.44 million as at 31 December 2015 to S\$2.62 million as at 30 June 2016 arose from the Group's share of associates' profits for the period, as well as capital contribution to VPPL in the form of interest free loans, partially offset by the Group's share of the foreign currency translation reserve of VPPL.
- (iii) Total loans to an associate increased from S\$17.42 million as at 31 December 2015 to S\$19.68 million as at 30 June 2016 mainly due to additional shareholder's loans extended to VPPL.
- (iv) Development properties increased from A\$19.12 million to A\$19.53 million, an increase of 2.1%. However, due to the weakening in the Australian Dollar against the Singapore Dollar, development properties decreased from S\$19.73 million as at 31 December 2015 to S\$19.59 million as at 30 June 2016.
- (v) Trade receivables as at 30 June 2016 and 31 December 2015 comprised the following :

	Group	
	As at 30 June 2016 S\$	As at 31 December 2015 S\$
Trade receivables	6,218,366	10,472,410
Accrued receivables	8,292,894	7,872,738
Retention receivables	14,440,139	14,499,179
Total trade receivables	28,951,399	32,844,327

Total trade receivables decreased by S\$3.89 million from S\$32.84 million as at 31 December 2015 to S\$28.95 million as at 30 June 2016 mainly due to the completion of two major projects with Development 8 Pte Ltd ("D8") in FY2015 and Crystal Freight Services Distripark Pte Ltd ("CFSDPL") in February 2016.

- (vi) Other receivables as at 30 June 2016 and 31 December 2015 comprised the following :

	Group	
	As at 30 June 2016 S\$	As at 31 December 2015 S\$
Refundable deposits	74,717	199,090
Sundry receivables	29,282	7,891
GST receivables	23,138	-
Total other receivables	127,137	206,981

Other receivables decreased by S\$0.08 million from S\$0.21 million as at 31 December 2015 to S\$0.13 million as at 30 June 2016 mainly due to the refund of deposits during the period.

- (vii) Cash and short term deposits decreased by S\$2.02 million from S\$13.11 million as at 31 December 2015 to S\$11.09 million as at 30 June 2016 mainly due to additional shareholder's loans extended to VPPL.
- (viii) The net decrease in gross amount due to customers for contract work-in-progress from S\$14.30 million as at 31 December 2015 to S\$11.87 million as at 30 June 2016 was mainly due to the completion of the D8 and CFSDPL projects.
- (ix) Trade and other payables as at 30 June 2016 and 31 December 2015 comprised the following :

	Group	
	As at 30 June 2016 S\$	As at 31 December 2015 S\$
Trade payables	9,185,589	10,779,131
GST payables	360,414	624,384
Accrued operating expenses	1,516,948	4,371,971
Accrued subcontractors' costs	17,240,157	15,732,142
Sundry payables	78,032	57,171
Total trade and other payables	28,381,140	31,564,799

Trade and other payables decreased by S\$3.18 million from S\$31.56 million as at 31 December 2015 to S\$28.38 million in 30 June 2016 mainly due to a decrease in accrued operating expenses of S\$2.85 million from \$4.37 million as at 31 December 2015 to S\$1.52 million as at 30 June 2016 resulting from the payment of operating expenses previously accrued for in FY2015.

- (x) Provision for taxation decreased by S\$0.63 million from S\$3.07 million as at 31 December 2015 to S\$2.44 million as at 30 June 2016 in line with the lower profits achieved in 6M2016.

(c) **Review of the Cash Flow Statement of the Group**

Financial period from 1 April 2016 to 30 June 2016 (“2Q2016”)

In 2Q2016, the Group recorded a net cash outflow from operating activities of S\$0.71 million, which was a result of operating cash flows before changes in working capital of S\$1.61 million, adjusted for working capital outflows of S\$0.76 million, income tax paid of S\$1.60 million and interest received of S\$0.03 million. Working capital outflows were mainly due to an increase in trade receivables of S\$2.99 million, an increase in other receivables and prepayments of S\$0.03 million and a decrease in gross amount due to customers for contract work-in-progress of S\$1.41 million. This was partially offset by a decrease in development properties of S\$0.31 million and an increase in trade and other payables of S\$3.37 million.

Net cash used in investing activities amounted to S\$0.45 million, which was mainly due to the purchases of property, plant and equipment of S\$0.01 million and long term loans extended to an associate of S\$0.44 million.

Net cash used in financing activities amounted to S\$1.08 million mainly due to dividends paid on ordinary shares of S\$4.68 million, partially offset by the issuance of new shares as scrip dividend, net of issuance expenses of S\$3.60 million.

As a result of the above, there was a net decrease of S\$2.24 million in the Group's cash and cash equivalents, from S\$13.24 million as at 31 March 2016 to S\$11.09 million as at 30 June 2016.

Financial period ended 30 June 2016 (“6M2016”)

In 6M2015, the Group recorded a net cash inflow from operating activities of S\$1.27 million, which was a result of operating cash flows before changes in working capital of S\$4.15 million, adjusted for working capital outflows of S\$1.50 million, income tax paid of S\$1.43 million and interest received of S\$0.04 million. Working capital outflows were mainly due to a decrease in gross amount due to customers for contract work-in-progress of S\$2.43 million and a decrease in trade and other payables of S\$3.18 million. This was partially offset by a decrease in development properties of S\$0.15 million, a decrease in trade receivables of S\$3.89 million and a decrease in other receivables and prepayments of S\$0.08 million.

Net cash used in investing activities amounted to S\$2.31 million, which was mainly due to the purchases of property, plant and equipment of S\$0.03 million and long term loans extended to an associate of S\$2.28 million.

Net cash used in financing activities amounted to S\$1.08 million mainly due to dividends paid on ordinary shares of S\$4.68 million, partially offset by the issuance of new shares as scrip dividend, net of issuance expenses of S\$3.60 million.

As a result of the above, there was a net decrease of S\$2.12 million in the Group's cash and cash equivalents, from S\$13.11 million as at 31 December 2015 to S\$11.09 million as at 30 June 2016.

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

The financial results are in line with the Group's discussion presented under Section 10 of the Company's unaudited financial results announcement for the first quarter ended 31 March 2016, dated 12 May 2016.

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

Moving into the second half of the year, the Group remains cautiously optimistic as it continues to explore potential property development opportunities in China while maintaining its focus on building its order book for industrial design and build projects in Singapore, China and the region.

Design-and-Build

Construction works at Hankyu Hanshin Regional Logistics Hub, a S\$65 million state-of-the-art logistics hub in Singapore, is progressing smoothly and is on schedule to complete by the second quarter of 2017.

Temporary Occupation Permit for the completed Crystal Freight Services Distripark was obtained on 19 February 2016.

The management is currently evaluating several industrial and commercial design and build opportunities, and will make appropriate announcements in due course.

Property Development – China

In its Property Development segment, the Group's second approved settlement housing development project in 临港新城申港街道, Jianguyin, China, under the guaranteed buyback Build-and-Transfer model, is on track to complete by the end of 2016.

Comprising five blocks of 11-storey high residential flats and five blocks of 18-storey residential flats, this project has a total of 928 residential units and an estimated build up area of approximately 124,884 sq m.

This project is undertaken through its venture company, 江阴德玛斯特辉联房地产开发有限公司 ("Master Real Estate"), in which it has an effective stake of 24%, through VPPL.

In the Jiangsu province, the Group's first industrial park project, the Changshu Fervent Industrial Park (Phase 1) in Changshu High Tech Industrial Park, CEDZ, has been completed in October 2015 and so far, almost 50% of the 67,405 sq m has been leased to MNCs. Construction of Phase 2 of the industrial park will commence in 2017.

Property Development – Australia

The Group is awaiting to receive the Planning Permit from the Australian authorities for the development of a 59-storey mixed residential development with 2 basements, located at 293–299 and 301–303 La Trobe Street, Melbourne, Victoria.

11. Dividend

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

Any dividend declared for the current financial period reported on?

No.

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

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

No.

(c) **Date payable:**

Not applicable.

(d) **Books closure date:**

Not applicable.

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

No interim dividend has been declared for the second quarter and six months ended 30 June 2016.

13. If the group has obtained a general mandate from shareholders for Interested Person Transactions (“IPT”), 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 Company does not have an existing general mandate pursuant to Rule 920 of the Catalist Listing Manual.

Name of Interested Person	Aggregate value of all interested person transactions during the financial period under review (excluding transactions less than \$100,000 and transactions conducted under shareholders’ mandate pursuant to Rule 920) (S\$’000)	Aggregate value of all interested person transactions conducted under shareholders’ mandate pursuant to Rule 920 (excluding transactions less than \$100,000) (S\$’000)
Singapore Enterprises Private Limited in relation to the provision of proportionate shareholders’ loans to VPPL ¹	431	–
Update on IPT as disclosed in the Offer Document		
Design and build contract between Figtree Projects and Crystal Freight Services Distripark Pte Ltd ²	275	–

Notes:

1. The transactions are not required to comply with Rule 906 of the Listing Manual (Section B: Rules of Catalist) of the Singapore Exchange Securities Trading Limited (“Catalist Rules”) pursuant to Rule 916(3)(c) of the Catalist Rules (please refer to the announcement made on 12 May 2014).
2. As disclosed in Page 122 of the Offer Document. Construction works for this project commenced on 20 November 2014. For 6M2016, S\$2.09 million of work was done for this project and S\$5.52 million was invoiced. For 2Q2016, no work was done and S\$0.28 million was invoiced. A total amount of S\$64.14 million of work was done, S\$63.12 million was invoiced and S\$59.70 million has been collected since the commencement of this project.

14. Confirmation by Directors pursuant to Rule 705(5) of the Listing Manual of the Singapore Exchange Securities Trading Limited

The Board of Directors of the Company confirms that, to the best of their knowledge, nothing has come to the attention of the Board of Directors that may render the unaudited financial statements for the second quarter and six months ended 30 June 2016 to be false or misleading in any material aspect.

15. Confirmation that the issue has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1) of the Catalist 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) under Rule 720(1) of the Catalist Listing Manual.

By Order of the Board

Siaw Ken Ket @ Danny Siaw
Executive Chairman & Managing Director
11 August 2016

*This announcement has been prepared by Figtree Holdings Limited (the “**Company**”) and its contents have been reviewed by 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 Catalist. 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.

The contact person for the Sponsor is Ms Keng Yeng Pheng, Associate Director, Continuing Sponsorship, at 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, telephone (65) 6229 8088.