

Unaudited Full Year Financial Statements Announcement

PART 1 - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2, Q3 & Q4), 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 FOURTH QUARTER AND YEAR ENDED 31 DECEMBER 2016

|  | The Group         |                   | Increase/<br>(Decrease)<br>% | The Group        |                  | Increase/<br>(Decrease)<br>% |
|--|-------------------|-------------------|------------------------------|------------------|------------------|------------------------------|
|  | 4Q 2016<br>\$'000 | 4Q 2015<br>\$'000 |                              | FY2016<br>\$'000 | FY2015<br>\$'000 |                              |
| <b>Continuing operations</b>                   |                   |                   |                              |                  |                  |                              |
| Revenue  | 24,371            | 28,885            | (16)                         | 103,850          | 114,131          | (9)                          |
| Cost of sales                                  | (18,853)          | (24,432)          | (23)                         | (82,563)         | (99,010)         | (17)                         |
| <b>Gross profit</b>                            | <u>5,518</u>      | <u>4,453</u>      | 24                           | <u>21,287</u>    | <u>15,121</u>    | 41                           |
| Other income                                   | 5,059             | 10,311            | >100                         | 7,976            | 12,102           | (34)                         |
| Selling and distribution expenses              | (675)             | (563)             | 20                           | (2,757)          | (2,669)          | 3                            |
| General and administrative expenses            | (1,428)           | (2,170)           | (34)                         | (5,560)          | (7,483)          | (26)                         |
| Other expenses                                 | (17,912)          | (11,748)          | 52                           | (18,734)         | (12,700)         | 48                           |
| Finance costs (net)                            | (3,094)           | (3,491)           | (11)                         | (13,471)         | (13,653)         | (1)                          |
| <b>Loss before tax</b>                         | <u>(12,532)</u>   | <u>(3,208)</u>    | >100                         | <u>(11,259)</u>  | <u>(9,282)</u>   | 21                           |
| Income tax expense                             | (428)             | 521               | >100                         | (929)            | (251)            | >100                         |
| <b>Loss from continuing operations</b>         | <u>(12,960)</u>   | <u>(2,687)</u>    | >100                         | <u>(12,188)</u>  | <u>(9,533)</u>   | 28                           |
| <b>Discontinued operation</b>                  |                   |                   |                              |                  |                  |                              |
| Loss from discontinued operation (net of tax)* | -                 | -                 | -                            | -                | (44)             | 100                          |
| <b>Loss for the period/year</b>                | <u>(12,960)</u>   | <u>(2,687)</u>    | >100                         | <u>(12,188)</u>  | <u>(9,577)</u>   | 27                           |
| <b>Loss attributable to :</b>                  |                   |                   |                              |                  |                  |                              |
| Owners of the Company                          | (6,523)           | (426)             | >100                         | (5,255)          | (5,659)          | (7)                          |
| Non-controlling interests                      | (6,437)           | (2,261)           | >100                         | (6,933)          | (3,918)          | 77                           |
| <b>Loss for the period/year</b>                | <u>(12,960)</u>   | <u>(2,687)</u>    | >100                         | <u>(12,188)</u>  | <u>(9,577)</u>   | 27                           |

Remark :

\* Relates to the results of QF 10 Pte Ltd, which was disposed on 10 April 2015.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE FOURTH QUARTER AND YEAR ENDED 31 DECEMBER 2016

|  | <u>The Group</u>  |                   | Increase/<br>(Decrease)<br>% | <u>The Group</u> |                  | Increase/<br>(Decrease)<br>% |
|--|-------------------|-------------------|------------------------------|------------------|------------------|------------------------------|
|  | 4Q 2016<br>\$'000 | 4Q 2015<br>\$'000 |                              | FY2016<br>\$'000 | FY2015<br>\$'000 |                              |
| <b>Loss for the period/year</b>  | (12,960)          | (2,687)           | >100                         | (12,188)         | (9,577)          | 27                           |
| <b>Other comprehensive income</b>  |                   |                   |                              |                  |                  |                              |
| <b>Total items that are or may be reclassified subsequently to profit or loss:</b>   |                   |                   |                              |                  |                  |                              |
| Translation differences relating to financial statements of foreign operations<br>and a subsidiary with non-singapore dollar functional currency | (438)             | 153               | >100                         | (99)             | (419)            | (76)                         |
| <b>Other comprehensive income for the period/year</b>  | (438)             | 153               | >100                         | (99)             | (419)            | (76)                         |
| <b>Total comprehensive income for the period/year</b>  | (13,398)          | (2,534)           | >100                         | (12,287)         | (9,996)          | 23                           |
| <b>Total comprehensive income attributable to :</b>  |                   |                   |                              |                  |                  |                              |
| Owners of the Company  | (6,992)           | (272)             | >100                         | (5,401)          | (5,985)          | (10)                         |
| Non-controlling interests  | (6,406)           | (2,262)           | >100                         | (6,886)          | (4,011)          | 72                           |
| <b>Total comprehensive income for the period/year</b>  | (13,398)          | (2,534)           | >100                         | (12,287)         | (9,996)          | 23                           |

**(A) Revenue**

|  | <u>The Group</u>  |                   | <u>The Group</u> |                  |
|--|-------------------|-------------------|------------------|------------------|
|  | 4Q 2016<br>\$'000 | 4Q 2015<br>\$'000 | FY2016<br>\$'000 | FY2015<br>\$'000 |
| Piling contract, construction, and rental and servicing of machinery | 9,577             | 10,479            | 40,721           | 35,754           |
| Trading of e-waste / metals  | 2,924             | 4,309             | 9,908            | 23,171           |
| Recycling and refining of metals                                     | 6,754             | 9,294             | 33,013           | 36,098           |
| Income from property investments and management                      | 4,965             | 4,642             | 19,567           | 18,457           |
| Others   | 151               | 161               | 641              | 651              |
|  | 24,371            | 28,885            | 103,850          | 114,131          |

**(B) Loss for the period/year**

|  | <u>The Group</u>  |                   | <u>The Group</u> |                  |
|--|-------------------|-------------------|------------------|------------------|
|  | 4Q 2016<br>\$'000 | 4Q 2015<br>\$'000 | FY2016<br>\$'000 | FY2015<br>\$'000 |
| <i>Loss for the period/year is arrived at after:</i>               |                   |                   |                  |                  |
| Charging/(crediting):  |                   |                   |                  |                  |
| Amortisation of deferred income                                    | (191)             | (193)             | (754)            | (750)            |
| Amortisation of intangible assets                                  | -                 | 28                | -                | 114              |
| Depreciation of property, plant and equipment                      | 870               | 1,009             | 3,629            | 3,954            |
| Fair value loss/(gain) in investment properties                    | 12,709            | (10,238)          | 12,709           | (10,238)         |
| Foreign exchange (gain)/loss                                       | (123)             | 161               | 72               | 8                |
| Gain on disposal of other investments                              | -                 | -                 | (1,100)          | -                |
| Gain on disposal of property, plant and equipment                  | (123)             | -                 | (1,516)          | (610)            |
| Impairment losses on intangible assets                             | -                 | 1,253             | -                | 1,253            |
| Impairment losses on other assets                                  | -                 | 2,249             | -                | 2,249            |
| Impairment losses on joint venture                                 | 8                 | -                 | 8                | -                |
| Impairment losses on property, plant and equipment                 | 185               | 8,134             | 185              | 8,134            |
| Property, plant and equipment written off                          | -                 | 8                 | -                | 23               |
| Allowance for/(reversal of) impairment losses on trade receivables | 314               | (219)             | 309              | (239)            |
| Reversal of allowance for write-down of inventories                | (132)             | (322)             | (132)            | (338)            |

**(C) Finance costs (net)**

|                             | <u>The Group</u>  |                   | <u>The Group</u> |                  |
|-----------------------------|-------------------|-------------------|------------------|------------------|
|                             | 4Q 2016<br>\$'000 | 4Q 2015<br>\$'000 | FY2016<br>\$'000 | FY2015<br>\$'000 |
| Finance income:             |                   |                   |                  |                  |
| - cash and cash equivalents | (41)              | (38)              | (126)            | (124)            |
| Finance costs:              |                   |                   |                  |                  |
| - Finance leases            | 8                 | 10                | 33               | 31               |
| - Bank loans                | 3,030             | 3,137             | 12,955           | 10,829           |
| - Trust receipts            | 103               | 233               | 442              | 697              |
| - Bank overdrafts           | 34                | 34                | 136              | 127              |
| - Unsecured notes           | -                 | 105               | -                | 2,012            |
| - Related company and party | 27                | 22                | 93               | 88               |
| - Others                    | (67)              | (12)              | (62)             | (7)              |
|                             | 3,135             | 3,529             | 13,597           | 13,777           |
|                             | 3,094             | 3,491             | 13,471           | 13,653           |

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**

|   | <b>The Group</b> |                 | <b>The Company</b> |                 |
|---|------------------|-----------------|--------------------|-----------------|
|   | <b>31.12.16</b>  | <b>31.12.15</b> | <b>31.12.16</b>    | <b>31.12.15</b> |
|   | <b>\$'000</b>    | <b>\$'000</b>   | <b>\$'000</b>      | <b>\$'000</b>   |
| <b>Non-current assets</b>                           |                  |                 |                    |                 |
| Property, plant and equipment                       | 19,884           | 24,396          | 124                | 204             |
| Investment properties                               | 546,720          | 562,610         | -                  | -               |
| Subsidiaries  | -                | -               | 18,298             | 18,379          |
| Investment in jointly controlled entity             | -                | 24              | -                  | -               |
| Other investments                                   | 5,224            | 5,512           | 5,224              | 5,512           |
| Trade and other receivables                         | 69               | 658             | -                  | -               |
|   | <u>571,897</u>   | <u>593,200</u>  | <u>23,646</u>      | <u>24,095</u>   |
| <b>Current assets</b>                               |                  |                 |                    |                 |
| Inventories   | 2,725            | 5,335           | -                  | -               |
| Trade and other receivables                         | 17,013           | 26,220          | 51,974             | 53,526          |
| Cash and cash equivalents                           | 3,107            | 4,182           | 53                 | 202             |
| Assets held for sale                                | 3,180            | -               | -                  | -               |
|   | <u>26,025</u>    | <u>35,737</u>   | <u>52,027</u>      | <u>53,728</u>   |
| <b>Total assets</b>                                 | <u>597,922</u>   | <u>628,937</u>  | <u>75,673</u>      | <u>77,823</u>   |
| <b>Equity attributable to owners of the Company</b> |                  |                 |                    |                 |
| Share capital                                       | 95,888           | 95,888          | 95,888             | 95,888          |
| Other reserve                                       | (6,852)          | (6,852)         | -                  | -               |
| Foreign currency translation reserve                | (6,936)          | (6,790)         | -                  | -               |
| Accumulated losses                                  | (18,517)         | (13,262)        | (80,053)           | (73,245)        |
|   | <u>63,583</u>    | <u>68,984</u>   | <u>15,835</u>      | <u>22,643</u>   |
| <b>Non-controlling interests</b>                    | <u>19,929</u>    | <u>26,815</u>   | <u>-</u>           | <u>-</u>        |
| <b>Total equity</b>                                 | <u>83,512</u>    | <u>95,799</u>   | <u>15,835</u>      | <u>22,643</u>   |
| <b>Non-current liabilities</b>                      |                  |                 |                    |                 |
| Loans and borrowings                                | 366,978          | 409,435         | -                  | 30,000          |
| Deferred income                                     | -                | 233             | -                  | -               |
| Deferred tax liabilities                            | 278              | 361             | -                  | -               |
| Trade and other payables                            | 63,685           | 46,073          | 11,680             | -               |
|   | <u>430,941</u>   | <u>456,102</u>  | <u>11,680</u>      | <u>30,000</u>   |
| <b>Current liabilities</b>                          |                  |                 |                    |                 |
| Trade and other payables                            | 23,719           | 37,426          | 18,158             | 25,180          |
| Loans and borrowings                                | 58,448           | 38,517          | 30,000             | -               |
| Deferred income                                     | 239              | 776             | -                  | -               |
| Current tax payable                                 | 1,063            | 317             | -                  | -               |
|   | <u>83,469</u>    | <u>77,036</u>   | <u>48,158</u>      | <u>25,180</u>   |
| <b>Total liabilities</b>                            | <u>514,410</u>   | <u>533,138</u>  | <u>59,838</u>      | <u>55,180</u>   |
| <b>Total equity and liabilities</b>                 | <u>597,922</u>   | <u>628,937</u>  | <u>75,673</u>      | <u>77,823</u>   |

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

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

| As at 31.12.16 |           | As at 31.12.15 |           |
|----------------|-----------|----------------|-----------|
| Secured        | Unsecured | Secured        | Unsecured |
| 57,764,000     | 684,000   | 37,860,000     | 657,000   |

**Amount repayable after one year.**

| As at 31.12.16 |           | As at 31.12.15 |           |
|----------------|-----------|----------------|-----------|
| Secured        | Unsecured | Secured        | Unsecured |
| 366,978,000    | -         | 409,435,000    | -         |

The Group's borrowings comprise obligations under finance leases, 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 \$1,522,000 (31 December 2015 : \$1,829,000).

The trust receipts are used to finance the purchase of inventories with carrying value of \$2,725,000 (31 December 2015 : \$5,319,000). The banks have a lien over the title of such inventories.

The bank loans are secured by/on :

- a) First legal mortgage over a leasehold property with carrying amount of \$1,380,000 as at 31 December 2015; the legal mortgage was discharged during 3Q 2016;
- b) First and second legal mortgages over a leasehold property with carrying amount of \$9,825,000 (31 December 2015 : First legal mortgage of \$10,351,000);
- c) First legal mortgages over investment properties with carrying amount of \$176,220,000 (31 December 2015 : \$196,610,000) and assets held for sale of \$3,180,000;
- d) First, second and third legal mortgages over an investment property with carrying amount of \$370,500,000 (31 December 2015 : First and second legal mortgages of \$366,000,000);
- e) Fixed deposits amounting to \$1,000,000 (31 December 2015 : \$1,000,000);
- f) Fixed charges on certain plant and machinery with carrying amount of \$2,734,000 (31 December 2015 : \$3,047,000);
- g) Guarantees by the Executive Chairman of the Company; and
- h) Fixed charges on 200 million shares of the Company held by the Executive Chairman (31 December 2015 : 200 million shares).

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 FOURTH QUARTER AND YEAR ENDED 31 DECEMBER 2016

|   | 4Q 2016<br>\$'000 | 4Q 2015<br>\$'000 | FY2016<br>\$'000 | FY2015<br>\$'000 |
|---|-------------------|-------------------|------------------|------------------|
| <b>Cash flows from operating activities</b>                                   |                   |                   |                  |                  |
| Loss for the period/year  | (12,960)          | (2,687)           | (12,188)         | (9,577)          |
| Adjustments for:  |                   |                   |                  |                  |
| Impairment losses on property, plant and equipment                            | 185               | 8,134             | 185              | 8,134            |
| Impairment losses on other assets   | -                 | 2,249             | -                | 2,249            |
| Impairment losses on intangible assets  | -                 | 1,253             | -                | 1,253            |
| Impairment losses on joint venture  | 8                 | -                 | 8                | -                |
| Depreciation of property, plant and equipment                                 | 870               | 1,009             | 3,629            | 3,954            |
| Allowance for /(reversal of) impairment losses on trade and other receivables | 314               | (219)             | 309              | (239)            |
| Finance income  | (41)              | (38)              | (126)            | (124)            |
| Finance costs   | 3,135             | 3,529             | 13,597           | 13,806           |
| Fair value loss/(gain) in investment properties                               | 12,709            | (10,238)          | 12,709           | (10,238)         |
| Amortisation of intangible assets   | -                 | 28                | -                | 114              |
| Reversal of allowance for write-down of inventories                           | (132)             | (322)             | (132)            | (338)            |
| Gain on disposal of property, plant and equipment                             | (123)             | -                 | (1,516)          | (610)            |
| Gain on disposal of other investments   | -                 | -                 | (1,100)          | -                |
| Amortisation of deferred income   | (191)             | (193)             | (754)            | (750)            |
| Bad debts written off   | -                 | 2                 | -                | 2                |
| Property, plant and equipment written off                                     | -                 | 8                 | -                | 23               |
| Income tax expense  | 428               | (520)             | 929              | 252              |
| Operating profit before working capital changes                               | 4,202             | 1,995             | 15,550           | 7,911            |
| Changes in working capital  |                   |                   |                  |                  |
| Inventories   | 742               | 1,235             | 2,864            | 203              |
| Trade and other receivables   | 1,544             | (3,873)           | 9,666            | (8,289)          |
| Trade and other payables  | (3,634)           | 3,912             | (6,747)          | 8,714            |
| Cash generated from operations  | 2,854             | 3,269             | 21,333           | 8,539            |
| Income taxes paid   | (46)              | (69)              | (266)            | (546)            |
| <b>Net cash from operating activities</b>                                     | <b>2,808</b>      | <b>3,200</b>      | <b>21,067</b>    | <b>7,993</b>     |
| <b>Cash flows from investing activities</b>                                   |                   |                   |                  |                  |
| Proceeds from disposal of discontinued operation                              | -                 | -                 | -                | 2,427            |
| Acquisition of property, plant and equipment                                  | (30)              | 333               | (125)            | (452)            |
| Payment for renovation of investment properties                               | -                 | (225)             | -                | (472)            |
| Deposit from disposal of other investments                                    | 2,300             | -                 | 2,300            | -                |
| Proceeds from disposal of property, plant and equipment                       | 224               | -                 | 2,359            | 819              |
| Repayment of quasi-equity loans from joint ventures                           | -                 | -                 | 304              | -                |
| Proceeds from disposal of other investments                                   | -                 | -                 | 1,100            | -                |
| Interest received   | 15                | 11                | 18               | 14               |
| <b>Net cash from investing activities</b>                                     | <b>2,509</b>      | <b>119</b>        | <b>5,956</b>     | <b>2,336</b>     |

**CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FOURTH QUARTER AND YEAR ENDED 31 DECEMBER 2016**

**Cash flows from financing activities**

|  |                |                |                 |                |
|--|----------------|----------------|-----------------|----------------|
| Reduction in deposits pledged                                | -              | -              | -               | 158            |
| (Repayment of)/proceeds from long-term loans and borrowings  | (1,888)        | 29,273         | (8,001)         | 25,677         |
| (Repayment of)/proceeds from short-term loans and borrowings | (1,232)        | (1,136)        | (13,600)        | 4,091          |
| Payment of finance leases                                    | (120)          | (144)          | (456)           | (443)          |
| Repayment of unsecured notes                                 | -              | (30,000)       | -               | (30,000)       |
| (Repayment of)/loans from a related party                    | (1,003)        | 3,975          | 3,750           | 3,975          |
| Loans from a related company                                 | 140            | 250            | 3,660           | 250            |
| Loans from a non-controlling interests                       | 316            | 675            | 1,262           | 405            |
| Interest paid  | (3,121)        | (5,174)        | (13,925)        | (14,063)       |
| <b>Net cash used in financing activities</b>                 | <b>(6,908)</b> | <b>(2,281)</b> | <b>(27,310)</b> | <b>(9,950)</b> |

**Net (decrease)/increase in cash and cash equivalents**

|  |              |            |              |            |
|--|--------------|------------|--------------|------------|
| Effect of exchange rate fluctuation on cash held                         | 55           | (10)       | 20           | 87         |
| Cash and cash equivalents at the beginning of the financial period/year  | 1,409        | (888)      | 140          | (326)      |
| <b>Cash and cash equivalents at the end of the financial period/year</b> | <b>(127)</b> | <b>140</b> | <b>(127)</b> | <b>140</b> |

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

|  |  |              |            |
|--|--|--------------|------------|
| Cash at bank and on hand   |  | 1,904        | 2,979      |
| Fixed deposits   |  | 1,203        | 1,203      |
|  |  | 3,107        | 4,182      |
| Less: Bank overdrafts  |  | (2,234)      | (3,042)    |
| Less: Deposits pledged   |  | (1,000)      | (1,000)    |
| <b>Cash and cash equivalents at the end of the financial period/year</b> |  | <b>(127)</b> | <b>140</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.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2016

|   | <u>Share capital</u><br>\$'000 | <u>Foreign currency translation reserve</u><br>\$'000 | <u>Other reserve</u><br>\$'000 | <u>Accumulated losses</u><br>\$'000 | <u>Total attributable to owners of the Company</u><br>\$'000 | <u>Non-controlling interests</u><br>\$'000 | <u>Total equity</u><br>\$'000 |
|---|--------------------------------|---|--------------------------------|-------------------------------------|--|--|-------------------------------|
| <b>As at 1 January 2016</b>   | 95,888                         | (6,790)   | (6,852)                        | (13,262)                            | 68,984   | 26,815                                     | 95,799                        |
| <b>Total comprehensive income for the year</b>  |                                |   |                                |                                     |  |  |                               |
| Loss for the year   | -                              | -   | -                              | (5,255)                             | (5,255)  | (6,933)                                    | (12,188)                      |
| <b>Other comprehensive income</b>   |                                |   |                                |                                     |  |  |                               |
| - Translation differences relating to financial statements of foreign operations and a subsidiary with non-singapore dollar functional currency | -                              | (146)   | -                              | -                                   | (146)  | 47   | (99)                          |
| <b>Total other comprehensive income</b>   | -                              | (146)   | -                              | -                                   | (146)  | 47   | (99)                          |
| <b>Total comprehensive income for the year</b>  | -                              | (146)   | -                              | (5,255)                             | (5,401)  | (6,886)                                    | (12,287)                      |
| <b>As at 31 December 2016</b>   | <u>95,888</u>                  | <u>(6,936)</u>  | <u>(6,852)</u>                 | <u>(18,517)</u>                     | <u>63,583</u>  | <u>19,929</u>                              | <u>83,512</u>                 |
| <b>As at 1 January 2015</b>   | 95,888                         | (6,464)   | (6,852)                        | (7,603)                             | 74,969   | 30,826                                     | 105,795                       |
| <b>Total comprehensive income for the year</b>  |                                |   |                                |                                     |  |  |                               |
| Loss for the year   | -                              | -   | -                              | (5,659)                             | (5,659)  | (3,918)                                    | (9,577)                       |
| <b>Other comprehensive income</b>   |                                |   |                                |                                     |  |  |                               |
| - Translation differences relating to financial statements of foreign operations and a subsidiary with non-singapore dollar functional currency | -                              | (326)   | -                              | -                                   | (326)  | (93)                                       | (419)                         |
| <b>Total other comprehensive income</b>   | -                              | (326)   | -                              | -                                   | (326)  | (93)                                       | (419)                         |
| <b>Total comprehensive income for the year</b>  | -                              | (326)   | -                              | (5,659)                             | (5,985)  | (4,011)                                    | (9,996)                       |
| <b>As at 31 December 2015</b>   | <u>95,888</u>                  | <u>(6,790)</u>  | <u>(6,852)</u>                 | <u>(13,262)</u>                     | <u>68,984</u>  | <u>26,815</u>                              | <u>95,799</u>                 |



**STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2016**

|  | <b>Share<br/>capital<br/>\$'000</b> | <b>Accumulated<br/>losses<br/>\$'000</b> | <b>Total<br/>\$'000</b> |
|--|-------------------------------------|--|-------------------------|
| <b>As at 1 January 2016</b>                    | 95,888                              | (73,245)                                 | 22,643                  |
| <b>Total comprehensive income for the year</b> |                                     |  |                         |
| Loss for the year                              | -                                   | (6,808)                                  | (6,808)                 |
| <b>Total comprehensive income</b>              | -                                   | (6,808)                                  | (6,808)                 |
| <b>As at 31 December 2016</b>                  | <u>95,888</u>                       | <u>(80,053)</u>                          | <u>15,835</u>           |
| <b>As at 1 January 2015</b>                    | 95,888                              | (69,084)                                 | 26,804                  |
| <b>Total comprehensive income for the year</b> |                                     |  |                         |
| Loss for the year                              | -                                   | (4,161)                                  | (4,161)                 |
| <b>Total comprehensive income</b>              | -                                   | (4,161)                                  | (4,161)                 |
| <b>As at 31 December 2015</b>                  | <u>95,888</u>                       | <u>(73,245)</u>                          | <u>22,643</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 year ended 31 December 2016, 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 2015: 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 2016.

**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> |                | <u>The Group</u> |                |
|---|------------------|----------------|------------------|----------------|
|   | 4Q 2016          | 4Q 2015        | FY2016           | FY2015         |
| <b>Loss per share</b>                             |                  |                |                  |                |
| Basic and diluted loss per share (cents)          | (0.64) cts       | (0.04) cts     | (0.51) cts       | (0.55) cts     |
| <b>Continuing operations</b>                      |                  |                |                  |                |
| Basic and diluted loss per share (cents)          | (0.64) cts       | (0.04) cts     | (0.51) cts       | (0.55) cts     |
| <b>Discontinued operation</b>                     |                  |                |                  |                |
| Basic and diluted loss per share (cents)          | -                | -              | -                | (0.00) cts*    |
|   | <b>4Q 2016</b>   | <b>4Q 2015</b> | <b>FY2016</b>    | <b>FY2015</b>  |
|   | <b>\$'000</b>    | <b>\$'000</b>  | <b>\$'000</b>    | <b>\$'000</b>  |
| <b>Loss attributable to owners of the Company</b> |                  |                |                  |                |
| Continuing operations                             | (6,523)          | (426)          | (5,255)          | (5,637)        |
| Discontinued operation                            | -                | -              | -                | (22)           |
|   | <u>(6,523)</u>   | <u>(426)</u>   | <u>(5,255)</u>   | <u>(5,659)</u> |

\* Denotes less than 0.01 cts.

**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 |
|--|-----------|-----------|-----------|-----------|

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.**

|  | <u>The Group</u> |          | <u>The Company</u> |          |
|--|------------------|----------|--------------------|----------|
|  | 31.12.16         | 31.12.15 | 31.12.16           | 31.12.15 |
| Net asset value per ordinary share for the Group and the Company | 6.19 cts         | 6.72 cts | 1.54 cts           | 2.21 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 31 December 2016 of 1,026,650,198 shares (31 December 2015: 1,026,650,198 shares).

**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.**

#### **CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**

Comparing 31 December 2016 with 31 December 2015 figures:

- (i) The decrease in property, plant and equipment was due mainly to depreciation in FY2016.
- (ii) The decrease in investment properties was attributed mainly to fair value losses from strata industrial units held at 63 Hillview Avenue, Lam Soon Industrial Building and the reclass of two strata industrial units to assets held for sale. The decrease was partially offset by the fair value gain from PoMo, the commercial building at 1 Selegie Road.
- (iii) Current and non-current trade and other receivables was lower due mainly to lower construction related receivables 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, as receivables were collected. The slower piling business at the back of fewer on-going piling projects during FY2016 also contributed to the lower trade and other receivables.
- (iv) The decrease in inventories was due mainly to reduced level of materials held by the recycling business.
- (v) The decrease in cash and cash equivalents was mainly due to repayment of loans and loan interest payments, the decrease was partially offset with net operations receipts, proceeds from other investment, disposal of plant and equipments and loans received from related party and related company.
- (vi) QF 1 Pte Ltd is a wholly owned subsidiary of the Group's 51% owned subsidiary, EH Property & Investments Pte Ltd, had entered into a sales and purchase agreement to dispose two strata industrial units at 63 Hillview Avenue during 4Q 2016. As a result these properties has been reclassified into assets held for sales.
- (vii) The increase in short term loans and borrowings and decrease in long term loans and borrowings were due mainly to the reclassification of \$30 million term loan between current and non-current liabilities that is due in 3Q 2017. The increase in short term loans and borrowings was offset by repayment of trust receipts whereas the decrease of long term loans and borrowings was further reduced by repayment of loans during the financial year.
- (viii) Trade and other payables were higher due mainly to loan proceeds received from related party and related company.
- (ix) As at 31 December 2016, the Group's current liabilities exceeded its current assets by \$57.4 million. Notwithstanding this, the financial statements of the Group have been prepared on a going concern basis because the Board of Directors, having assessed the financial position and funding options of the Group, believes that the Group has adequate resources to continue as a going concern for the foreseeable future. The liquidity requirements of the Group are expected to be met from cash inflows from operating activities, proceed from disposal of other investments, and continued financial support from the major shareholder of the Company. The Group will monitor and manage financial position closely in meeting its commitments when fall due.

## CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Comparing FY2016/4Q 2016 figures with FY2015/4Q 2015 figures:

- (i) For FY2016, revenue decreased by \$10.3 million or 9% from \$114.1 million to \$103.9 million. The decrease in revenue was due mainly to the drop in trading of low margin recycling materials and slower piling business. However, the decrease was partially negated by higher revenue recorded from the Group's joint operation with SB Procurement Pte Ltd (as announced via SGXNET on 18 May 2014) under the construction business. Revenue from the joint operation was first recognised in 2Q 2015.

For 4Q 2016, revenue decreased by \$4.5 million or 16% from \$28.9 million to \$24.4 million due mainly to lower sales from low margin recycling materials.

- (ii) Gross profit for FY2016 improved by \$6.2 million or 41% from \$15.1 million to \$21.3 million, which was attributed mainly to the property investments and management, construction businesses. Gross profit from property investments and management was higher due mainly to property tax refund in respect of prior year during 1Q 2016, reduction in property tax expenses and improved in occupancy rates during FY2016 while the higher gross profit achieved by construction business is contributed by the joint operation with SB Procurement Pte Ltd (as announced via SGXNET on 18 May 2014), where revenue from the joint operation was first recognised from 2Q 2015. The gross profit was further lifted by reduced gross loss incurred by the piling business as compared to FY2015.

For 4Q 2016, the increase in gross profit was attributed mainly to improved revenue and lower operating costs recorded by the property investments and management business. The increase was further attributed by higher sales margin secured by recycling businesses.

- (iii) Other income for FY2016 was decreased as compared to FY2015 mainly due to lower fair value gain from investment properties, the decrease was partially negated by gain on disposal of other investment and higher gain on disposal of plant and equipment.

For 4Q 2016 was decreased as compared to 4Q 2015 was attributable mainly to the lower fair value gain from investment properties.

- (iv) The increase in other expenses for FY2016/4Q 2016 was due mainly to fair value loss suffered from strata industrial units held at 63 Hillview Avenue, Lam Soon Industrial Building. This is partially negated by lower impairment losses on property, plant and machinery, the absence of impairment losses on other assets and intangible assets in the current financial year.

- (v) For FY2016/4Q 2016, general and administrative expenses were lower due to the absence of expenses related to proposed acquisitions in 2015, which were aborted (as announced via SGXNET on 3 November 2015), and general reduction in expenses.

- (vi) Selling and distribution expenses and finance costs for FY2016/4Q 2016 were generally comparable to FY2015/4Q 2015.

## SEGMENT RESULTS

### Continuing Operations :

Comparing FY2016/4Q 2016 figures with FY2015/4Q 2015 figures:

- (i) Revenue

Trading of e-waste / metals business segment contributed \$9.9 million or 10% and \$23.2 million or 20% of the Group's revenue for FY2016 and FY2015, respectively. The decrease was due mainly to the reduction in sales of low margin materials in FY2016.

Recycling and refining of metals business segment, which comprised the recycling, extraction and refining of Platinum Group Metals (PGM) and copper, contributed \$33.0 million or 32% and \$36.1 million or 32% of the Group's revenue for FY2016 and FY2015, respectively. A slight decrease in revenue was due mainly to lower local sales in FY2016.

Property investments and management business segment contributed \$19.6 million or 19% and \$18.5 million or 16% of the Group's revenue for FY2016 and FY2015, respectively. The increase was attributed to the improve of occupancy rates of strata industrial units held at 63 Hillview Avenue, Lam Soon Industrial Building and 1 Selegie Road, PoMo.

Piling contract, construction, and rental and servicing of machinery business segment contributed \$40.7 million or 39% and \$35.8 million or 31% of the Group's revenue for FY2016 and FY2015, respectively. The increase was attributed to revenue contribution from 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, but was offset by the slowdown in piling business.

Plastic to fuel refining business segment had not commenced operation.

(ii) **Profitability**

The trading of e-waste / metals and recycling and refining of metals business segments had improved from segmental profit of \$0.9 million to \$3.6 million. The improved performance was attributed to better margins achieved, gain on disposal of plant and equipment and decrease in operating expenses during FY2016.

Segment results from the property investments and management business segment decreased significantly from \$20.2 million to \$1.3 million due mainly to fair value loss suffered from the Group's strata industrial units held at 63 Hillview Avenue, Lam Soon Industrial Building, and a lower fair value gain on investment properties at 1 Selegie Road, PoMo was recognised in the current financial year.

Segment results from the piling contract, construction, and rental and servicing of machinery business segment increased from \$0.1 million to \$2.7 million due mainly to higher revenue recorded from the Group's joint operation with SB Procurement Pte Ltd (as announced via SGXNET on 18 May 2014).

The PTF refining business segment record a small losses of \$0.5 million in FY2016 compare to \$12.3 million in FY2015 due to absence of impairment losses on property, plant and equipment, intangible assets and other assets resulted from delay in the commencement of PTF refining mass production due to the slump in oil prices and instability of the global economy in FY2015.

### **CONSOLIDATED STATEMENT OF CASH FLOWS**

Comparing FY2016/4Q 2016 figures with FY2015/4Q 2015 figures:

- (i) Net cash inflows from operating activities was higher in FY2016 compared to FY2015 due to improved performance achieved by the Group and changes in working capital.

For 4Q 2016, net cash inflows from operating activities were relatively stable.

- (ii) Cash inflows from investing activities were higher in FY2016/4Q 2016 compared to FY2015/4Q 2015 due mainly to higher proceeds from disposal of property, plant and equipments, proceeds and deposit received from disposal of other investments.

- (iii) For 4Q 2016/FY2016, the increase in net cash outflows from financing activities was attributed to higher repayment of loans and borrowings and interest expenses.

**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.

Under the current uncertain economic environment, the Group will continue to control operating costs, improve productivity and rationalise its operations.

**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.

- 13 If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If 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 year 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)  | -  |
|  | Interest income - \$107,767  | -  |
| EH Property & Investments Pte Ltd  | Shareholder's loan - \$1,312,982 (note 2)  | -  |
| Kranji Development Pte Ltd   | -  | Construction-related revenue - \$37,114,255 (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 year ended 31 December 2016, the Company has disbursed an aggregate amount of S\$5,224,195 to Carros Project Management pursuant to the CPM Shareholder's Loan, net of part repayment of the CPM Shareholder's Loan amounting to \$287,500 during the financial year under review.
- (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 year ended 31 December 2016, the Company has disbursed an aggregate amount of S\$49,266,053 to EH Property pursuant to the EH Property Shareholder's Loan.
- (3) The Company has, at the Company's AGM held on 28 April 2016, 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 year ended 31 December 2016, the Group has entered into IPT transactions amounting to S\$37,114,255 under the IPT Mandate.

- 14 **Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1).**

The Company confirms that the undertakings under Rule 720(1) of the Listing Manual have been obtained from all its directors and executive officers in the format set out in Appendix 7.7.



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

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

- 15 **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.**

**Information on reportable segments**

**Year ended 31 December 2016**

| <u>The Group</u>   | Trading of e-waste / metals<br>\$'000 | Recycling & refining of metals<br>\$'000 | Property investments & management<br>\$'000 | Plastics to fuel refining<br>\$'000 | Piling contract, construction, and rental & servicing of machinery<br>\$'000 | Total<br>\$'000 |
|--|---------------------------------------|--|---|-------------------------------------|--|-----------------|
| External revenue   | 9,908                                 | 33,013                                   | 19,567                                      | -                                   | 40,721   | 103,209         |
| Inter-segment revenue  | 5,614                                 | 6,967                                    | 1,876                                       | -                                   | -  | 14,457          |
| Depreciation of property, plant and equipment                    | (87)                                  | (210)                                    | (494)                                       | (18)                                | (2,091)  | (2,900)         |
| Reportable segment profit/(loss) before tax and finance costs    | 1,306                                 | 2,301                                    | 1,264                                       | (552)                               | 2,732  | 7,051           |
| Other material non-cash items:                                   |                                       |  |   |                                     |  |                 |
| - Reversal of/(allowance for) write-down of inventories          | 15                                    | 133                                      | -   | (16)                                | -  | 132             |
| - Amortisation of deferred income                                | -                                     | 754                                      | -   | -                                   | -  | 754             |
| - Gain on disposal of property, plant and equipment              | -                                     | 468                                      | -   | 8                                   | 1,032  | 1,508           |
| - Impairment losses on property, plant and equipment             | -                                     | -  | -   | -                                   | (185)  | (185)           |
| - Impairment on joint venture                                    | -                                     | -  | -   | (8)                                 | -  | (8)             |
| - Allowance for impairment losses on trade and other receivables | -                                     | (241)                                    | (4)   | -                                   | (64)   | (309)           |
| - Fair value losses in investment properties                     | -                                     | -  | (12,709)                                    | -                                   | -  | (12,709)        |
| Reportable segment assets  | 1,061                                 | 3,035                                    | 553,173                                     | 317                                 | 21,573   | 579,159         |
| Capital expenditure  | 34                                    | 29                                       | 52  | -                                   | 18   | 133             |
| Reportable segment liabilities                                   | 3,455                                 | 11,835                                   | 427,593                                     | 5,334                               | 12,032   | 460,249         |

Year ended 31 December 2015

| <u>The Group</u>   | Trading of e-waste / metals<br>\$'000 | Recycling & refining of metals<br>\$'000 | Property investments & management<br>\$'000 | Property investments & management (discontinued operation)<br>\$'000 | Plastics to fuel refining<br>\$'000 | Piling contract, construction, and rental & servicing of machinery<br>\$'000 | Total<br>\$'000 |
|--|---------------------------------------|--|---|--|-------------------------------------|--|-----------------|
| External revenue   | 23,171                                | 36,098                                   | 18,457                                      | 52   | -                                   | 35,754   | 113,532         |
| Inter-segment revenue  | 9,978                                 | 18,716                                   | 1,878                                       | -  | -                                   | -  | 30,572          |
| Depreciation of property, plant and equipment                                  | (83)                                  | (232)                                    | (426)                                       | -  | (115)                               | (2,362)  | (3,218)         |
| Reportable segment profit/(loss) before tax and finance costs                  | 1,192                                 | (251)                                    | 20,210                                      | (12)   | (12,262)                            | 99   | 8,976           |
| Other material non-cash items:   |                                       |  |   |  |                                     |  |                 |
| - Reversal of allowance for write-down of inventories                          | 22                                    | 316                                      | -   | -  | -                                   | -  | 338             |
| - Amortisation of deferred income  | -                                     | 622                                      | -   | -  | -                                   | -  | 622             |
| - Gain on disposal of property, plant and equipment                            | -                                     | -  | -   | -  | -                                   | 610  | 610             |
| - Amortisation of intangible assets  | -                                     | -  | -   | -  | (114)                               | -  | (114)           |
| - Property, plant and equipment written off                                    | -                                     | (8)                                      | (15)  | -  | -                                   | -  | (23)            |
| - Impairment losses on property, plant and equipment                           | -                                     | -  | -   | -  | (7,555)                             | (579)  | (8,134)         |
| - Impairment losses on intangible assets                                       | -                                     | -  | -   | -  | (1,253)                             | -  | (1,253)         |
| - Impairment on other assets   | -                                     | -  | -   | -  | (2,249)                             | -  | (2,249)         |
| - Impairment on other investment   | -                                     | -  | -   | -  | -                                   | *  | *               |
| - Reversal of/(allowance for) impairment losses on trade and other receivables | -                                     | 241                                      | (2)   | -  | -                                   | -  | 239             |
| - Fair value gain in investment properties                                     | -                                     | -  | 10,238                                      | -  | -                                   | -  | 10,238          |
| Reportable segment assets  | 1,364                                 | 7,020                                    | 567,124                                     | -  | 420                                 | 31,931   | 607,859         |
| Investment in associates   |                                       |  |   |  |                                     |  | -               |
| Capital expenditure  | 30                                    | 170                                      | 362   | -  | -                                   | 745  | 1,307           |
| Reportable segment liabilities   | 7,046                                 | 21,805                                   | 431,957                                     | -  | 5,622                               | 20,719   | 487,149         |

\* denotes amount less than \$1,000.

**Reconciliation of reportable segment revenue, profit or loss, assets and liabilities and other material items**

|   | <b>FY2016</b>   | <b>FY2015</b>  |
|---|-----------------|----------------|
|   | <b>\$'000</b>   | <b>\$'000</b>  |
| <b>Revenue</b>  |                 |                |
| Total revenue for reportable segments                             | 117,666         | 144,104        |
| Revenue from other segments                                       | 641             | 651            |
| Elimination of inter-segment revenue                              | (14,457)        | (30,572)       |
| Elimination of discontinued operation                             | -               | (52)           |
| Consolidated revenue  | <u>103,850</u>  | <u>114,131</u> |
| <b>Profit or loss</b>   |                 |                |
| Total profit for reportable segments before tax and finance costs | 7,051           | 8,976          |
| Elimination of inter-segment loss                                 | -               | 31             |
| Elimination of discontinued operation                             | -               | 12             |
| Unallocated amounts:  |                 |                |
| - Other corporate expenses  | (18,310)        | (18,301)       |
| Consolidated (loss)/profit before tax from continuing operations  | <u>(11,259)</u> | <u>(9,282)</u> |
| <b>Assets</b>   |                 |                |
| Total assets for reportable segments                              | 579,159         | 607,835        |
| Investment in jointly controlled entity                           | -               | 24             |
| Other unallocated amounts   | 18,763          | 21,078         |
| Consolidated total assets   | <u>597,922</u>  | <u>628,937</u> |
| <b>Liabilities</b>  |                 |                |
| Total liabilities for reportable segments                         | 460,249         | 487,149        |
| Other unallocated amounts   | 54,161          | 45,989         |
| Consolidated total liabilities                                    | <u>514,410</u>  | <u>533,138</u> |

**Other material items 2016**

|  | <b>Reportable<br/>segment total</b> | <b>Adjustments</b> | <b>Consolidated<br/>total</b> |
|--|-------------------------------------|--------------------|-------------------------------|
|  | <b>\$'000</b>                       | <b>\$'000</b>      | <b>\$'000</b>                 |
| Depreciation of property, plant and equipment                  | (2,900)                             | (729)              | (3,629)                       |
| Reversal of allowance for write-down of inventories            | 132                                 | -                  | 132                           |
| Amortisation of deferred income                                | 754                                 | -                  | 754                           |
| Gain on disposal of other investments                          | -                                   | 1,100              | 1,100                         |
| Gain on disposal of property, plant and equipment              | 1,508                               | 8                  | 1,516                         |
| Impairment losses on property, plant and equipment             | (185)                               | -                  | (185)                         |
| Impairment losses on joint venture                             | (8)                                 | -                  | (8)                           |
| Fair value losses in investment properties                     | (12,709)                            | -                  | (12,709)                      |
| Allowance for impairment losses on trade and other receivables | (309)                               | -                  | (309)                         |
| Capital expenditure  | 133                                 | 14                 | 147                           |

|  | Reportable<br>segment total<br>\$'000 | Adjustments<br>\$'000 | Consolidated<br>total<br>\$'000 |
|--|---------------------------------------|-----------------------|---------------------------------|
| <b>Other material items 2015</b>                             |                                       |                       |                                 |
| Depreciation of property, plant and equipment                | (3,218)                               | (736)                 | (3,954)                         |
| Reversal of allowance for write-down of inventories          | 338                                   | -                     | 338                             |
| Amortisation of deferred income                              | 622                                   | 128                   | 750                             |
| Property, plant and equipment written off                    | (23)                                  | -                     | (23)                            |
| Gain on disposal of property, plant and equipment            | 610                                   | -                     | 610                             |
| Impairment losses on property, plant and equipment           | (8,134)                               | -                     | (8,134)                         |
| Impairment losses on intangible assets                       | (1,253)                               | -                     | (1,253)                         |
| Impairment losses on other assets                            | (2,249)                               | -                     | (2,249)                         |
| Fair value gain in investment properties                     | 10,238                                | -                     | 10,238                          |
| Reversal of impairment losses on trade and other receivables | 239                                   | -                     | 239                             |
| Capital expenditure  | 1,307                                 | 47                    | 1,354                           |
| Amortisation of intangible assets                            | (114)                                 | -                     | (114)                           |

### Geographical information

#### 31 December 2016

|                     | Revenue<br>\$'000 | Non-current<br>assets<br>\$'000 |
|---------------------|-------------------|---------------------------------|
| Singapore           | 84,094            | 571,897                         |
| Hong Kong and China | 15,988            | -                               |
| Malaysia            | 506               | -                               |
| Europe              | 2,835             | -                               |
| Other countries     | 427               | -                               |
|                     | <u>103,850</u>    | <u>571,897</u>                  |

#### 31 December 2015

|                     | Revenue<br>\$'000 | Non-current<br>assets<br>\$'000 |
|---------------------|-------------------|---------------------------------|
| Singapore           | 102,698           | 593,199                         |
| Hong Kong and China | 8,294             | -                               |
| Malaysia            | 720               | -                               |
| Europe              | 2,040             | 1                               |
| Other countries     | 379               | -                               |
|                     | <u>114,131</u>    | <u>593,200</u>                  |

### Major customer

In 2016, revenue from a customer of the Group's piling, contracts, construction, rental and servicing of machinery business segment and a customer of the recycling and refining of metals business segment represent approximately 36% (2015: 22%) and 12% (2015: 14%) of the Group's revenue respectively.

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

Please refer to paragraph 8 above.

17 **A breakdown of sales.**

| <b>The Group</b>   | <b>FY2016<br/>\$'000</b> | <b>FY2015<br/>\$'000</b> | <b>Increase/<br/>(Decrease)<br/>%</b> |
|--|--------------------------|--------------------------|---------------------------------------|
| a) Sales reported for the first half year  | 59,137                   | 54,971                   | 8                                     |
| b) Operating profit/(loss) after tax before deducting non-controlling interests reported for first half year | 740                      | (4,738)                  | >100                                  |
| c) Sales reported for the second half year   | 44,713                   | 59,160                   | (24)                                  |
| d) Operating loss after tax before deducting non-controlling interests reported for second half year         | (12,928)                 | (4,839)                  | >100                                  |

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

| <b>Annual Dividend (\$'000)</b> | <b>FY2016</b> | <b>FY2015</b> |
|---------------------------------|---------------|---------------|
| Ordinary                        | -             | -             |
| Preference                      | -             | -             |
| Total                           | -             | -             |

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

The Company confirms that, to the best of its knowledge as of the date hereof, none of the person occupying a managerial position in the Company or any of its principal subsidiaries who is a relative of a director, chief executive officer or substantial shareholder of the Company.

**BY ORDER OF THE BOARD**

**JOANNA LIM**  
**Company Secretary**  
23 February 2017