

The logo for iFAST, featuring the word "iFAST" in a bold, white, sans-serif font centered within a dark teal square background.

iFAST

iFAST Corporation Ltd. and its Subsidiaries

Company Registration No: 200007899C
(Incorporated in the Republic of Singapore)

Unaudited First Quarter 2015 Financial Statements Announcement

The initial public offering of shares and listing of iFAST Corporation Ltd. on the Main Board of the Singapore Exchange Securities Trading Limited was jointly sponsored by DBS Bank Ltd. and RHB Securities Singapore Pte. Ltd. (formerly known as DMG & Partners Securities Pte Ltd as joint issue managers, bookrunners and underwriters (“Joint Issue Managers, Bookrunners and Underwriters”). The Joint Issue Managers, Bookrunners and Underwriters assume no responsibility for the contents of this announcement.

First Quarter 2015 Financial Statements and Dividend Announcement

- 1(a)(i) An income statement and 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 for the first quarter ended 31 March 2015

	Q115 \$'000	Group Q114 \$'000	Change %
Revenue	20,885	17,507	19.3
Commission and fee paid or payable to third party financial advisers	(11,028)	(9,165)	20.3
	9,857	8,342	18.2
Other operating income	481	80	501.3
Depreciation of plant and equipment	(216)	(182)	18.7
Amortisation of intangible assets	(62)	(48)	29.2
Staff costs	(3,947)	(3,421)	15.4
Other operating expenses	(2,956)	(2,584)	14.4
Results from operating activities	3,157	2,187	44.4
Finance income	82	19	331.6
Net finance income	82	19	331.6
Share of result of associate, net of tax	(18)	-	NM
Profit before tax	3,221	2,206	46.0
Tax expense	(213)	(213)	-
Profit for the period	3,008	1,993	50.9
Profit attributable to:			
Owners of the Company	3,008	2,018	49.1
Non-controlling interests	-	(25)	(100.0)
Profit for the period	3,008	1,993	50.9

NM denotes not meaningful.

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

Consolidated statement of comprehensive income for the first quarter ended 31 March 2015

	Q115 \$'000	Group Q114 \$'000	Change %
Profit for the period	3,008	1,993	50.9
Other comprehensive income			
Items that are or may be reclassified subsequently to profit or loss:			
Net change in fair value of available-for-sale financial assets	406	26	1,461.5
Net change in fair value of available-for-sale financial assets reclassified to profit or loss	(111)	-	NM
Foreign currency translation differences for foreign operations	192	(14)	NM
Other comprehensive income for the period , net of income tax	487	12	3,958.3
Total comprehensive income for the period	3,495	2,005	74.3
Attributable to:			
Owners of the Company	3,495	2,030	72.2
Non-controlling interests	-	(25)	(100.0)
Total comprehensive income for the period	3,495	2,005	74.3

NM denotes not meaningful.

1(a)(ii) Breakdown and explanatory notes to income statement.

	Q115 \$'000	Group Q114 \$'000	Change %
<u>Profit for the period is arrived at after charging / (crediting) the following:</u>			
Other operating income			
- Investment income	357	7	5,000.0
- Government grant	99	68	45.6
- Miscellaneous income	25	5	400.0
	481	80	501.3
Interest income			
- from cash and cash equivalents	47	16	193.8
- from loan and receivables	-	3	(100.0)
- from available-for-sale financial assets	35	-	NM
	82	19	331.6
Operating lease expense	1,284	1,019	26.0
Impairment losses on trade receivables, net	-	5	(100.0)
Unrealised exchange (gain) / loss, net	(37)	5	NM
Equity-settled share-based payment transactions, included in staff costs	184	47	291.5
(Gain) / loss on disposal of plant and equipment	(1)	-	NM

NM denotes not meaningful.

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

	Group As at		Company As at	
	31-Mar-15 \$'000	31-Dec-14 \$'000	31-Mar-15 \$'000	31-Dec-14 \$'000
Assets				
Plant and equipment	1,723	1,857	57	52
Intangible assets	2,538	1,792	1,788	1,214
Subsidiaries	-	-	39,974	39,850
Associate	368	386	400	400
Deferred tax assets	17	22	-	-
Club membership	11	11	11	11
Total non-current assets	4,657	4,068	42,230	41,527
Current tax receivable	40	29	-	-
Other investments	39,592	22,024	39,592	22,024
Trade and other receivables	18,153	18,856	951	1,127
Prepayments	674	728	89	71
Cash at bank and in hand	22,294	33,744	9,565	19,823
Money market funds	1,456	1,644	-	-
Total current assets	82,209	77,025	50,197	43,045
Held under trust				
Client bank accounts	103,284	101,867	-	-
Client ledger balances	(103,284)	(101,867)	-	-
	-	-	-	-
Total assets	86,866	81,093	92,427	84,572
Equity				
Share capital	61,446	58,342	61,446	58,342
Reserves	12,242	8,563	21,185	19,642
Equity attributable to owners of the Company	73,688	66,905	82,631	77,984
Non-controlling interests	-	-	-	-
Total equity	73,688	66,905	82,631	77,984
Liabilities				
Deferred tax liabilities	188	207	-	-
Other payables	59	118	-	-
Total non-current liabilities	247	325	-	-
Trade and other payables	12,323	13,555	9,796	6,588
Current tax payable	608	308	-	-
Total current liabilities	12,931	13,863	9,796	6,588
Total liabilities	13,178	14,188	9,796	6,588
Total equity and liabilities	86,866	81,093	92,427	84,572

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 Mar 2015		As at 31 Dec 2014	
\$'000		\$'000	
Secured	Unsecured	Secured	Unsecured
-	-	-	-

Amount repayable after one year

As at 31 Mar 2015		As at 31 Dec 2014	
\$'000		\$'000	
Secured	Unsecured	Secured	Unsecured
-	-	-	-

Details of any collateral

None.

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	
	Q115	Q114
	\$'000	\$'000
Cash flows from operating activities		
Profit for the period	3,008	1,993
Adjustments for:		
Depreciation of plant and equipment	216	182
Amortisation of intangible assets	62	48
Impairment losses on trade receivables, net	-	5
Equity-settled share-based payment transactions	184	47
Dividend income on available-for-sale financial assets	(246)	(7)
Gain on redemption of available-for-sale financial assets	(111)	-
Share of result of associate, net of tax	18	-
Dividend income on investment in associate	(5)	-
Unrealised exchange (gain) / loss, net	(37)	5
Gain on disposal of plant and equipment	(1)	-
Finance income	(82)	(19)
Tax expense	213	213
	<u>3,219</u>	<u>2,467</u>
Change in trade and other receivables	1,073	319
Change in trade and other payables	(1,346)	(733)
Cash generated from operations	<u>2,946</u>	<u>2,053</u>
Tax refund received	62	4
Interest received	47	19
Interest paid	-	-
Net cash from operating activities	<u>3,055</u>	<u>2,076</u>
Cash flows from investing activities		
Purchase of plant and equipment	(81)	(114)
Purchase of intangible assets	(857)	(70)
Proceeds from disposal of plant and equipment	1	-
Purchase of available-for-sale financial assets	(24,245)	(3,000)
Proceeds from redemption of available-for-sale financial assets	7,359	-
Net cash used in investing activities	<u>(17,823)</u>	<u>(3,184)</u>
Cash flows from financing activities		
Proceeds from issue of shares, net	3,007	-
Proceeds from exercise of share options	97	28
Net cash from financing activities	<u>3,104</u>	<u>28</u>
Net decrease in cash and cash equivalents	(11,664)	(1,080)
Cash and cash equivalents at beginning of the period	35,388	16,719
Effect of exchange rate fluctuations on cash held	26	(18)
Cash and cash equivalents at end of the period	<u>23,750</u>	<u>15,621</u>

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 owners of the Company									Total equity \$'000
	Share capital	Fair value reserve	Foreign currency translation reserve	Share option reserve	Performance share reserve	Equity reserve	Accumulated profits	Total	Non-controlling interests	
\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000		
At 1 January 2015	58,342	24	(682)	916	-	(4,161)	12,466	66,905	-	66,905
Total comprehensive income for the period										
Profit for the period	-	-	-	-	-	-	3,008	3,008	-	3,008
Other comprehensive income										
Net change in fair value of available-for-sale financial assets	-	406	-	-	-	-	-	406	-	406
Net change in fair values of available-for-sale financial assets reclassified to profit or loss	-	(111)	-	-	-	-	-	(111)	-	(111)
Foreign currency translation differences for foreign operations	-	-	192	-	-	-	-	192	-	192
Total other comprehensive income	-	295	192	-	-	-	-	487	-	487
Total comprehensive income for the period	-	295	192	-	-	-	3,008	3,495	-	3,495
Transactions with owners, recorded directly in equity										
Contributions by and distributions to owners										
Share options exercised	97	-	-	-	-	-	-	97	-	97
Issue of ordinary shares	3,116	-	-	-	-	-	-	3,116	-	3,116
Share issuance expenses	(109)	-	-	-	-	-	-	(109)	-	(109)
Equity-settled share-based payment transactions	-	-	-	98	86	-	-	184	-	184
Total contributions by and distribution to owners	3,104	-	-	98	86	-	-	3,288	-	3,288
Total transactions with owners	3,104	-	-	98	86	-	-	3,288	-	3,288
At 31 March 2015	61,446	319	(490)	1,014	86	(4,161)	15,474	73,688	-	73,688

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. (Cont'd)

	Group									
	Attributable to owners of the Company									Total equity \$'000
	Share capital	Fair value reserve	Foreign currency translation reserve	Share option reserve	Performance share reserve	Equity reserve	Accumulated profits	Total	Non-controlling interests	
\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000		
At 1 January 2014	10,670	35	(749)	559	-	(1,369)	14,820	23,966	658	24,624
Total comprehensive income for the period										
Profit / (Loss) for the period	-	-	-	-	-	-	2,018	2,018	(25)	1,993
Other comprehensive income										
Net change in fair value of available-for-sale financial assets	-	26	-	-	-	-	-	26	-	26
Net change in fair value of available-for-sale financial assets reclassified to profit or loss	-	-	-	-	-	-	-	-	-	-
Foreign currency translation differences for foreign operations	-	-	(14)	-	-	-	-	(14)	-	(14)
Total other comprehensive income	-	26	(14)	-	-	-	-	12	-	12
Total comprehensive income for the period	-	26	(14)	-	-	-	2,018	2,030	(25)	2,005
Transactions with owners, recorded directly in equity										
Contributions by and distributions to owners										
Share options exercised	28	-	-	-	-	-	-	28	-	28
One-tier tax-exempt 2013 final dividend paid of 3.9 cents per share ⁽¹⁾	-	-	-	-	-	-	(1,321)	(1,321)	-	(1,321)
Equity-settled share-based payment transactions	-	-	-	47	-	-	-	47	-	47
Total contributions by and distribution to owners	28	-	-	47	-	-	(1,321)	(1,246)	-	(1,246)
Total transactions with owners	28	-	-	47	-	-	(1,321)	(1,246)	-	(1,246)
At 31 March 2014	10,698	61	(763)	606	-	(1,369)	15,517	24,750	633	25,383

Note:

(1) Before subdivision of every 1 ordinary share into 6 ordinary shares as completed by the Company on 20 November 2014.

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. (Cont'd)

Company	Attributable to owners of the Company					Total equity
	Share capital	Fair value reserve	Share option reserve	Performance share reserve	Accumulated profits	
	\$'000	\$'000	\$'000	\$'000	\$'000	
At 1 January 2015	58,342	24	916	-	18,702	77,984
Total comprehensive income for the period						
Profit for the period	-	-	-	-	1,064	1,064
Other comprehensive income						
Net change in fair value of available-for-sale financial assets	-	406	-	-	-	406
Net change in fair values of available-for-sale financial assets reclassified to profit or loss	-	(111)	-	-	-	(111)
Total other comprehensive income	-	295	-	-	-	295
Total comprehensive income for the period	-	295	-	-	1,064	1,359
Transactions with owners, recorded directly in equity						
Contributions by and distributions to owners						
Share options exercised	97	-	-	-	-	97
Issue of ordinary shares	3,116	-	-	-	-	3,116
Share issuance expenses	(109)	-	-	-	-	(109)
Equity-settled share-based payment transactions	-	-	98	86	-	184
Total contributions by and distribution to owners	3,104	-	98	86	-	3,288
Total transactions with owners	3,104	-	98	86	-	3,288
At 31 March 2015	61,446	319	1,014	86	19,766	82,631

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. (Cont'd)

Company	Attributable to owners of the Company					Total equity
	Share capital	Fair value reserve	Share option reserve	Performance share reserve	Accumulated profits	
	\$'000	\$'000	\$'000	\$'000	\$'000	
At 1 January 2014	10,670	35	559	-	16,996	28,260
Total comprehensive income for the period						
Profit for the period	-	-	-	-	6,491	6,491
Other comprehensive income						
Net change in fair value of available-for-sale financial assets	-	26	-	-	-	26
Net change in fair value of available-for-sale financial assets reclassified to profit or loss	-	-	-	-	-	-
Total other comprehensive income	-	26	-	-	-	26
Total comprehensive income for the period	-	26	-	-	6,491	6,517
Transactions with owners, recorded directly in equity						
Contributions by and distributions to owners						
Share options exercised	28	-	-	-	-	28
One-tier tax-exempt 2013 final dividend paid of 3.9 cents per share ⁽¹⁾	-	-	-	-	(1,321)	(1,321)
Equity-settled share-based payment transactions	-	-	47	-	-	47
Total contributions by and distribution to owners	28	-	47	-	(1,321)	(1,246)
Total transactions with owners	28	-	47	-	(1,321)	(1,246)
At 31 March 2014	10,698	61	606	-	22,166	33,531

Note:

(1) Before subdivision of every 1 ordinary share into 6 ordinary shares as completed by the Company on 20 November 2014.

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.

The number of shares in issue in the Company as at 31 March 2015 was 259,891,301 ordinary shares (31 March 2014: 33,809,469 ordinary shares*). The movements in the Company's issued and fully paid-up share capital during the first quarter ended 31 March 2015 were as follows:

	Number of shares	Resultant issued and paid-up share capital (\$)
As at 1 January 2015	256,225,334	58,341,850
Issued of new shares for the purpose of covering the shares over-allotted in connection with the IPO	3,280,000	3,116,000
Exercise of share options	385,967	96,848
Share issuance expense	-	(109,124)
As at 31 March 2015	<u>259,891,301</u>	<u>61,445,574</u>

* Before subdivision of every 1 ordinary share into 6 ordinary shares as completed by the Company on 20 November 2014.

Share Option Scheme 2003 and 2013 ("schemes")

Outstanding share options under the schemes were as follows:

	Number of share options
As at 1 January 2015	13,119,396
Share options granted	-
Exercised	(385,967)
Forfeited	(200,532)
As at 31 March 2015	<u>12,532,897</u>

As at 31 March 2015, the number of outstanding share options under the schemes was 12,532,897 (31 March 2014: 1,525,185[^])

[^] Before subdivision of every 1 share option into 6 share options in conjunction with subdivision of every 1 ordinary share into 6 ordinary shares on 20 November 2014

iFAST Corporation Performance Share Plan ("iFAST PSP")

On 1 March 2015, the Company granted the share awards pursuant to the iFAST PSP. The number of outstanding performance shares granted but not vested under iFAST PSP was as follows:

	Number of performance shares
As at 1 January 2015	-
Performance shares granted but not vested	1,942,900
Vested	-
Forfeited	(600)
As at 31 March 2015	<u>1,942,300</u>

As at 31 March 2015, the number of outstanding performance shares granted but not vested under the iFAST PSP was 1,942,300 (31 March 2014: Nil).

The Company did not hold any treasury shares as at 31 March 2015 and 31 March 2014.

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

	As at 31 Mar 2015	As at 31 Dec 2014
Total number of issued shares excluding treasury shares	<u>259,891,301</u>	<u>256,225,334</u>

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.

There were no sales, transfer, disposal, cancellation and/or use of treasury shares as at 31 March 2015 (31 March 2014: Nil).

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 Group's external 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 information have been prepared in accordance with the same accounting policies and methods of computation adopted in the audited financial statements of the last financial year, except for those disclosed under paragraph 5 below.

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

The Group and the Company have adopted the new and revised Singapore Financial Reporting Standards ("FRS") and Interpretations of FRS ("INT FRS") that are effective for annual period beginning on 1 January 2015. The adoption of these FRSs and INT FRSs did not have any significant effect on the financial statements of the Group and the Company.

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.

	Q115	Q114
(i) Based on weighted average number of ordinary shares on issue		
- Weighted average number of ordinary shares	259,790,790	202,837,812 *
Basic earnings per share (cents)	1.16	1.00
(ii) On a fully diluted basis of ordinary shares		
- Adjusted weighted average number of shares	269,207,883	205,763,517 *
Diluted earnings per share (cents)	1.12	0.98

* Adjusted for sub-division of every 1 ordinary share into 6 ordinary shares as completed by the Company on 20 November 2014. For comparative purpose, earnings and diluted earnings per ordinary share of the Group for the 3 months ended 31 March 2015 has been computed based on number of issued shares for the period adjusted for the subdivision.

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 issuers at the end of the (a) current financial period reported on and (b) immediately preceding financial year.

	Group		Company	
	31 Mar 2015	31 Dec 2014	31 Mar 2015	31 Dec 2014
Net asset value per ordinary share (cents)	28.35	26.11	31.79	30.44

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.

Consolidated Income Statement

Revenue

The Group achieved revenue of \$20.89 million for the first quarter ended 31 Mar 2015 (Q115), which was 19.3% higher than the first quarter last year (Q114).

Breaking down by geographical segment, Singapore operation is still the major contributor of the Group's revenue. The growth of business and Asset Under Administration (AUA) in Singapore, Hong Kong and Malaysia operations contributed to the increase in revenue in Singapore, Hong Kong and Malaysia operations.

	Q115	Group	Change
	\$'000	Q114	%
		\$'000	
Singapore	14,930	12,537	19.1
Hong Kong	5,158	4,405	17.1
Malaysia	797	565	41.1
	20,885	17,507	19.3

Commission and fee paid or payable to third party financial advisers

Commission and fee paid or payable to third party financial advisers increased by 20.3% from \$9.17 million in Q114 to \$11.03 million in Q115. The increase was in line with the increase in revenue from B2B (Business-to-Business) business.

Net revenue

Net revenue represents revenue earned by the Group after commission and fee paid or payable to third party financial advisers. The net revenue of \$9.86 million for Q115 was 18.2% higher than Q114.

The following table shows the breakdown of the Group's net revenue, by recurring and non-recurring basis. For Q115, 82.1% of net revenue is derived from recurring net revenue and 17.9% is from non-recurring net revenue.

	Q115	Group	Change
	\$'000	Q114	%
		\$'000	
Recurring net revenue	8,092	6,547	23.6
Non-recurring net revenue	1,765	1,795	(1.7)
Net revenue	9,857	8,342	18.2

Recurring net revenue is calculated based on a percentage of average AUA of Investment Products distributed on the Group's platforms, which comprises trailer fees, platform fees and wrap fees. The increase in recurring net revenue was due mainly to an increase in AUA for both B2B (Business-to-Business) business and B2C (Business-to-Customer) business, arising from the inflow of investments from customers. As at 31 March 2015, the AUA of the Group has a value of approximately \$5.75 billion (31 March 2014: \$4.72 billion), at a Year-on-Year growth of 21.8%.

Non-recurring revenue mainly comprises commission income derived from investment subscription via front-end load commissions or processing fees; service fees arising from the provision of currency conversion administration services to customers, the provision of administration services to financial advisory firms and advertising fee earned from advertisements placed by third parties on iFAST websites and mobile applications. The decrease in non-recurring net revenue was due mainly to a decrease in advertising fee earned in Q115.

The following table shows the breakdown of the Group's net revenue by geographical segments.

	Q115	Group	Change
	\$'000	Q114	%
		\$'000	
Singapore	7,103	6,072	17.0
Hong Kong	2,354	1,984	18.6
Malaysia	400	286	39.9
	9,857	8,342	18.2

Other operating income

Other operating income increased by \$0.40 million or 501.3% in Q115 as compared to Q114 due mainly to an increase in investment income in Q115.

Operating expenses

Depreciation of plant and equipment increased by \$0.03 million or 18.7%, and amortisation of intangible assets increased by \$0.01 million or 29.2% in Q115 as compared to Q114. These were due mainly to additions of plant and equipment and intangible assets purchased after Q114 to support our business expansion in the countries that the Group operates in.

Staff costs increased by \$0.53 million or 15.4%, from \$3.42 million in Q114 to \$3.95 million in Q115 due mainly to the annual salary increment adjusted in January 2015 and the increased number of staff in Q115.

Other operating expenses increased by \$0.38 million or 14.4% from \$2.58 million in Q114 to \$2.96 million in Q115, due mainly to increases in rental of our Hong Kong office, IT maintenance and services and business development costs to set up operation in China in the period. The operation in China started in July 2014.

Overall, total operating expenses increased by \$0.95 million or 15.2% from \$6.23 million in Q114 to \$7.18 million in Q115.

	Q115	Q114	Change
	\$'000	\$'000	%
Operating expenses	7,181	6,235	15.2

Finance income

Finance income increased by \$0.06 million or 331.6% in Q115, which was in line with the increase in cash and cash equivalent and investments in bonds in the period, as a result of receipts of net proceeds of \$48.02 million from the issuance of the new shares (including over-allotment shares) pursuant to the initial public offering ("IPO") on 11 December 2014.

Share of result of associate, net of tax

In July 2014, the Group acquired a 19.9% stake in an associate for an aggregate consideration of \$400,157. The Group's share of loss after tax of associate was \$0.02 million in Q115.

Tax expense

The effective tax rate remained low in Q115, due mainly to continued utilisation of unabsorbed tax losses from prior years by Hong Kong and Malaysia operations and tax incentives enjoyed by Singapore operation in Q115.

Profit for the period

The following table shows the breakdown of the Group's profit after tax by geographical segments.

	Q115	Group	Change
	\$'000	Q114	%
		\$'000	
Singapore	2,751	1,771	55.3
Hong Kong	401	298	34.6
Malaysia	(15)	(76)	(80.3)
China	(129)	-	NM
	<u>3,008</u>	<u>1,993</u>	<u>50.9</u>

Note:

NM denotes not meaningful.

Attributable to the improvement in the Group's business performance, the Group's profit after tax increased by 50.9% from \$1.99 million in Q114 to \$3.01 million in Q115.

In Singapore, profit after tax increased by 55.3% from \$1.77 million in Q114 to \$2.75 million in Q115, which was partially contributed by an increase in investment income in the period. The profit generated from Hong Kong operation grew further from \$0.30 million in Q114 to \$0.40 million in Q115. The loss incurred by Malaysia operation decreased by 80.3% from \$0.08 million in Q114 to \$0.02 million in Q115.

The Group started its operation in China in July 2014. The loss from China operation was \$0.13 million in Q115. The China operation is still in the start-up phase.

Statement of Financial Position

The Group's shareholders' equity increased to \$73.69 million as at 31 March 2015 from \$66.91 million as at 31 December 2014. This was due mainly to contribution of net profit for Q115 and issuance of over-allotment shares on 6 January 2015 in connection with the IPO on 11 December 2014.

The Group's cash position (including cash at bank and in hand, money market fund and investments in available-for-sale financial assets categorised under other investments) increased to \$63.34 million as at 31 March 2015 from \$57.41 million as at 31 December 2014.

Current assets increased to \$82.21 million as at 31 March 2015 from \$77.03 million as at 31 December 2014 mainly due to increases in cash and cash equivalents and investments in available-for-sale financial assets.

Non-current assets increased to \$4.66 million as at 31 March 2015 from \$4.07 million as at 31 December 2014 mainly due to additions of intangible assets in Q115.

Total liabilities decreased to \$13.18 million as at 31 March 2015 from \$14.19 million as at 31 December 2014. This was due mainly to decreases in trade and other payables and partially offset by the increase in provision for income tax.

Consolidated Statement of Cash Flows

Net cash from operating activities was \$3.06 million in Q115, compared to \$2.08 million in Q114. This was in line with higher operating profit generated in the period.

Net cash used in investing activities was \$17.82 million in Q115, compared to \$3.18 million in Q114. This was mainly due to additions of intangible assets and increases in investments in available-for-sale financial assets in the period.

Net cash from financing activities was \$3.10 million in Q115, compared to \$0.03 million in Q114, mainly due to issuance of over-allotment shares on 6 January 2015 in connection with the IPO on 11 December 2014.

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 statement was previously provided.

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.

We operate in an industry that may be positively or negatively affected by general economic and financial market conditions and regulatory changes in the markets in which our Group operates.

We will continue to focus on growing the business in the countries that we are currently operating in. Unit trusts will continue to be the key product that we distribute, though we are working at broadening the range of asset classes that we distribute. Our Singapore operation continues to be the major contributor of revenue and profit for the group in 2015.

In China, we are currently working towards getting the pre-requisite licences required for operating an investment platform.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

Name of dividend	Interim
Dividend type	Cash
Dividend rate	0.68 cents per ordinary share
Tax rate	One-tier tax exempt

(b) Corresponding Period of the Immediately Preceding Financial Year

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

Name of dividend	Interim
Dividend type	Cash
Dividend rate	2.5 cents per ordinary share *
Tax rate	One-tier tax exempt

* Before subdivision of every 1 ordinary share into 6 ordinary shares as completed by the Company on 20 November 2014.

(c) Date payable

The interim dividend will be paid on 20 May 2015.

(d) Books closure date

The Register of Members and Share Transfer Books of the Company will be closed on 11 May 2015 for the purpose of determining members' entitlements to the proposed final dividends. Accordingly, registrable transfers received by the Company's Share Registrar, Tricor Barbinder Share Registration Services (a business division of Tricor Singapore Pte Ltd) at 80 Robinson Road, #02-00 Singapore 068898, up to 5.00 pm on 8 May 2015 will be registered to determine members' entitlement to such to the proposed final dividend. Subject as aforesaid, members whose securities accounts with The Central Depository (Pte) Limited are credited with ordinary shares in the capital of the Company as at 5.00 p.m. on 8 May 2015 will be entitled to the proposed final dividend.

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

Not applicable.

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 a general mandate from shareholders for interested person transactions.

14. Use of proceeds from the Company's initial public offering

Pursuant to the IPO on 11 December 2014, the Company received net proceeds of \$48.02 million from the issuance of the new shares (including over-allotment shares), after deducting for share issuance expenses of \$2.36 million and IPO-related expenses of \$1.95 million. The following table sets out our use of the net IPO proceeds up to 31 March 2015.

	Allocation of IPO proceeds	IPO proceeds utilised as at 31 March 2015	Balance of IPO proceeds
Use of net Proceeds	\$' million	\$' million	\$' million
Mergers and acquisitions strategy	27.2	-	27.2
Expansion of our business in the Chinese market	7.0	-	7.0
Enhancement of our product capabilities, IT and services	8.0	0.6	7.4
Working capital purposes	5.8	-	5.8
Net Proceeds	48.0 ⁽¹⁾	0.6	47.4

Note:

(1) Estimated net IPO proceeds disclosed in the Prospectus dated 4 December 2014 was \$44.6 million and the actual net IPO proceeds received by the Company was \$48.0 million.

Pending the deployment of the remaining net proceeds as disclosed above, the balance of IPO proceeds of \$47.4 million has been used to invest in bonds, unit trusts and short term deposits as stated in the Prospectus.

The Company will continue to make periodic announcements on the use of the proceeds as and when the funds are materially disbursed.

15. Confirmation by the Board pursuant to Rule 705(5) of the Listing Manual

The directors of the Company confirm that to the best of their knowledge, nothing has come to the attention of the board of directors which may render the financial results for the quarter ended 31 March 2015 to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

Leung Fung Yat, David
Chief Financial Officer
29 April 2015