



Company Registration No. 201414628C
(Incorporated in the Republic of Singapore)

**UNAUDITED FULL YEAR FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015**

MS Holdings Limited (the “Company”) was listed on Catalist of the Singapore Exchange Securities Trading Limited (the “SGX-ST”) on 7 November 2014. The Sponsor and Issue Manager for the initial public offering (the “IPO”) of the Company was United Overseas Bank Limited (the “Sponsor”).

This announcement has been prepared by the Company and its contents have been reviewed by the Company’s Sponsor for compliance with the relevant rules of the SGX-ST. The Sponsor has not independently verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact persons for the Sponsor are Mr Khong Choun Mun, Managing Director, Equity Capital Markets and Mr Chia Beng Kwan, Senior Director, Equity Capital Markets, who can be contacted at 80 Raffles Place, #03-03 UOB Plaza 1, Singapore 048624, Telephone: +65 6533 9898.

Background

The Company was incorporated in the Republic of Singapore on 21 May 2014. The “Group” comprising the Company and its subsidiaries was formed pursuant to a restructuring exercise (the “**Restructuring Exercise**”) undertaken to streamline and rationalise the Group structure in connection with the IPO. This Restructuring Exercise was completed on 15 October 2014. Please refer to the Company’s offer document dated 29 October 2014 (the “**Offer Document**”) for further details on the Restructuring Exercise.

For the purpose of this announcement, the consolidated financial statements of the Group for the financial year ended 30 April 2015 (“**FY2015**”) and the comparative financial year ended 30 April 2014 (“**FY2014**”) have been prepared on the assumption that the Group had been in place since 1 May 2013 by applying the pooling of interest method, as the entities are under common control.

PART I – INFORMATION REQUIRED FOR HALF-YEAR AND FULL YEAR ANNOUNCEMENTS

- 1(a) A statement of comprehensive income for the group, together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Group		
	Unaudited	Audited	Change
	Year Ended		
	30.04.2015	30.04.2014	%
	S\$'000	S\$'000	
Revenue	17,088	16,980	0.6
Cost of sales	<u>(10,657)</u>	<u>(9,984)</u>	6.7
Gross profit	6,431	6,996	(8.1)
Other income (<i>Note A</i>)	2,983	1,185	151.7
Expenses			
Distribution expenses	(100)	(87)	14.9
General and administrative expenses	(5,403)	(3,534)	52.9
Finance costs	(933)	(756)	23.4
Share of results of an associate	<u>(409)</u>	<u>(26)</u>	1,473.1
Profit before tax (<i>Note B</i>)	2,569	3,778	(32.0)
Income tax expenses (<i>Note C</i>)	<u>(525)</u>	<u>(558)</u>	(5.9)
Profit net of tax, representing total comprehensive income for the year attributable to owners of the Company	<u><u>2,044</u></u>	<u><u>3,220</u></u>	(36.5)

Notes to Consolidated Statements of Comprehensive Income:

A) Other income

	Group		
	Unaudited	Audited	Change
	Year Ended		
	30.04.2015	30.04.2014	%
	S\$'000	S\$'000	
Rental income from leasehold properties	563	239	135.6
Rental income from investment properties	64	99	(35.4)
Gain on disposal of plant and equipment	969	18	5,283.3
Gain on disposal of investment properties held-for-sale	818	-	NM
Doubtful debts written back	31	-	NM
Insurance claim	69	79	(12.7)
Government grants/incentives	92	63	46.0
Net foreign exchange gain	-	106	(100.0)
Compensation from claims	2	480	(99.6)
Miscellaneous income	<u>375</u>	<u>101</u>	271.3
Total	<u><u>2,983</u></u>	<u><u>1,185</u></u>	151.7

NM: Not meaningful

B) Profit before tax was stated after charging:

	Group		
	Unaudited	Audited	
	Year Ended		
	30.04.2015	30.04.2014	Change
	S\$'000	S\$'000	%
Depreciation of property, plant and equipment	2,842	1,947	46.0
Loss on write-off of plant and equipment	-	32	(100.0)
Loss on disposal of an associate	42	-	NM
Net foreign exchange loss/(gain)	49	(106)	NM
Allowance for impairment of trade and other receivables	15	32	(53.1)
IPO related expenses	692	-	NM

NM: Not meaningful

C) The major components of income tax expenses were:

	Group		
	Unaudited	Audited	
	Year Ended		
	30.04.2015	30.04.2014	Change
	S\$'000	S\$'000	%
Current income tax			
- Current income taxation	153	231	(33.8)
- Over provision in respect of previous years	(79)	-	NM
	<u>74</u>	<u>231</u>	(68.0)
Deferred income tax			
- Origination of temporary differences	446	327	36.4
- Under provision in respect of previous years	5	-	NM
	<u>451</u>	<u>327</u>	37.9
Income tax expenses recognised in profit or loss	<u><u>525</u></u>	<u><u>558</u></u>	(5.9)

NM: Not meaningful

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

	Group		Company ⁽¹⁾
	Unaudited As at 30.04.2015 S\$'000	Audited As at 30.04.2014 S\$'000	Unaudited As at 30.04.2015 S\$'000
ASSETS			
Non-current assets			
Property, plant and equipment	57,928	50,681	-
Investment in an associate	-	450	-
Investment in subsidiaries	-	-	21,328
	57,928	51,131	21,328
Current assets			
Trade and other receivables	4,141	5,169	5,520
Prepaid operating expenses	215	168	3
Inventories	1,759	-	-
Cash and bank balances	2,206	3,062	139
	8,321	8,399	5,662
Investment properties classified as held-for-sale ⁽²⁾	-	5,266	-
	8,321	13,665	5,662
Total assets	66,249	64,796	26,990
EQUITY AND LIABILITIES			
Current liabilities			
Trade and other payables	1,354	1,216	21
Accrued operating expenses	1,061	780	107
Due to directors	-	6,248	-
Obligations under finance leases	5,070	4,388	-
Bank borrowings	620	2,171	-
Provision for taxation	324	628	-
	8,429	15,431	128
Non-current liabilities			
Obligations under finance leases	16,904	14,960	-
Bank borrowings	10,695	11,315	-
Deferred tax liabilities	1,913	1,462	-
Provision for reinstatement cost	700	700	-
	30,212	28,437	-
Total liabilities	38,641	43,868	128
Net assets	27,608	20,928	26,862
Equity attributable to owners of the Company			
Share capital	25,564	1,200	25,564
Merger reserve	(19,728)	-	-
Retained earnings	21,772	19,728	1,298
Total equity	27,608	20,928	26,862
Total equity and liabilities	66,249	64,796	26,990

Notes:

- (1) There are no comparative figures for the Company as at the end of the immediately preceding financial year, as the Company was incorporated on 21 May 2014.
- (2) As disclosed in the Offer Document, on 15 September 2014, the Group's wholly owned subsidiaries entered into conditional sales and purchase agreements with YSL Property Pte. Ltd. and NY Property Pte. Ltd. respectively, for the disposal of two investment properties. Accordingly, these investment properties were classified as held-for-sale under current assets as at 30 April 2014. The completion of the disposal of these investment properties took place on 13 November 2014, as disclosed in the Company's announcement dated 13 November 2014.

The consideration for the disposal of these investment properties was satisfied by netting off against an amount owing to directors. A net cash outlay of S\$165,000 has been paid for the shortfall between the sales consideration and the amount owing to directors, as shown in the consolidated statements of cash flows.

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

Amount repayable by the Group in one year or less, or on demand

Unaudited As at 30.04.2015		Audited As at 30.04.2014	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
5,690	—	6,559	—

Amount repayable by the Group after one year

Unaudited As at 30.04.2015		Audited As at 30.04.2014	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
27,599	—	26,275	—

Details of any collaterals

As at 30 April 2015, the Group's borrowings comprised (i) bank borrowings to finance the acquisition of a leasehold property; and (ii) obligations under finance leases to fund the purchases of cranes and other equipment.

The above credit facilities are secured by one or several of (i) mortgage over the respective plant and equipment financed under hire purchase arrangement; (ii) mortgage over the Group's leasehold properties; and (iii) corporate guarantee by the Company.

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

	Group	
	Unaudited	Audited
	Year Ended	
	30.04.2015	30.04.2014
	S\$'000	S\$'000
Operating activities:		
Profit before tax	2,569	3,778
Adjustments for:		
Depreciation of property, plant and equipment	2,842	1,947
Loss on write-off of plant and equipment	-	32
Gain on disposal of plant and equipment	(969)	(18)
Gain on disposal of investment properties held-for-sale	(818)	-
Share of results of an associate	409	26
Loss on disposal of an associate	42	-
Allowance for impairment of trade and other receivables	15	32
Interest expense	933	756
Total adjustments	2,454	2,775
Operating cash flows before changes in working capital	5,023	6,553
Changes in working capital:		
Decrease in trade and other receivables	803	354
(Increase)/decrease in prepaid operating expenses	(47)	23
Increase in inventories	(2,610)	-
Increase/(decrease) in trade and other payables	829	(79)
Increase in accrued operating expenses	282	350
Total changes in working capital	(743)	648
Cash flows from operations	4,280	7,201
Income tax paid	(379)	(1,015)
Interest paid	(933)	(756)
Net cash flows generated from operating activities	2,968	5,430
Investing activities:		
Purchase of property, plant and equipment (<i>Note B</i>)	(1,197)	(3,611)
Addition to investment properties (<i>Note C</i>)	-	(5)
Proceeds from disposal of plant and equipment	975	18
Proceeds from disposal of plant and equipment in prior year	-	3,102
Net cash flows used in investing activities	(222)	(496)
Financing activities:		
Repayment of bank borrowings	(2,171)	(1,149)
Repayment of obligations under finance leases	(5,210)	(3,832)
Proceeds from issuance of shares pursuant to the IPO	5,000	-
Payment of IPO related expenses	(1,056)	-
Repayment to directors (<i>Note D</i>)	(165)	-
Net cash flows used in financing activities	(3,602)	(4,981)
Net decrease in cash and cash equivalents	(856)	(47)
Cash and cash equivalents at 1 May	2,960	3,007
Cash and cash equivalents at 30 April (<i>Note A</i>)	2,104	2,960

Notes to Consolidated Statements of Cash Flows:

A) Cash and cash equivalents comprised of the following:

Group	
Unaudited	Audited
As at	
30.04.2015	30.04.2014
S\$'000	S\$'000
Pledged bank deposit	102
Cash at bank and on hand	2,104
	<u>2,206</u>
	3,062
Less: pledged bank deposit	(102)
	<u>(102)</u>
Cash and cash equivalents	<u>2,104</u>
	<u>2,960</u>

B) Purchase of property, plant and equipment

Group	
Unaudited	Audited
Year Ended	
30.04.2015	30.04.2014
S\$'000	S\$'000
Current year additions to property, plant and equipment	9,244
Add:	
Deposits made for purchase of property, plant and equipment	20
Payables converted to obligations under finance leases	-
	2,585
Less:	
Deposits made for purchase of property, plant and equipment in prior year	(230)
Provision for reinstatement cost	-
Increase in bank borrowings	-
Increase in obligations under finance leases	(7,837)
	<u>(10,043)</u>
Net cash outflow for purchase of property, plant and equipment	<u>1,197</u>
	<u>3,611</u>

C) Addition to investment properties

Group	
Unaudited	Audited
Year Ended	
30.04.2015	30.04.2014
S\$'000	S\$'000
Current year additions to investment properties	-
	500
Less:	
Increase in bank borrowings	-
	<u>(495)</u>
Net cash outflow for addition to investment properties	<u>-</u>
	<u>5</u>

D) Please refer to Note 2 of 1(b)(i) Statements of Financial Position for details.

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Share Capital S\$'000	Merger Reserve S\$'000	Retained Earnings S\$'000	Total S\$'000
Group				
At 1 May 2013	1,200	-	16,508	17,708
Profit for the year, representing total comprehensive income for the year	-	-	3,220	3,220
At 30 April 2014	<u>1,200</u>	<u>-</u>	<u>19,728</u>	<u>20,928</u>
At 1 May 2014	1,200	-	19,728	20,928
Shares issued during incorporation	-	-	-	- #
Profit for the year, representing total comprehensive income for the year	-	-	2,044	2,044
Shares issued pursuant to the IPO	5,000	-	-	5,000
Capitalisation of IPO related expenses	(364)	-	-	(364)
Adjustment pursuant to the Restructuring Exercise	19,728	(19,728)	-	-
At 30 April 2015	<u>25,564</u>	<u>(19,728)</u>	<u>21,772</u>	<u>27,608</u>
Company				
At 1 May 2014 ⁽¹⁾	-	-	-	-
Shares issued during incorporation	-	-	-	- #
Profit for the year, representing total comprehensive income for the year	-	-	1,298	1,298
Shares issued pursuant to the IPO	5,000	-	-	5,000
Capitalisation of IPO related expenses	(364)	-	-	(364)
Adjustment pursuant to the Restructuring Exercise	20,928	-	-	20,928
At 30 April 2015	<u>25,564</u>	<u>-</u>	<u>1,298</u>	<u>26,862</u>

#: Less than S\$1,000

Note:

(1) There are no comparative figures for the Company for the corresponding period of the immediately preceding financial year, as the Company was incorporated on 21 May 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.

On 21 May 2014, the Company was incorporated with an issued and paid-up capital of S\$1 comprising 1 share.

Pursuant to the Restructuring Agreement dated 7 October 2014, 20,927,999 shares were allotted and issued for the acquisition of the Company's subsidiaries.

On 15 October 2014, the then sole shareholder of the Company approved the sub-division of 20,928,000 shares in the capital of the Company into 82,000,000 shares.

On 6 November 2014, an additional 20,000,000 new shares were issued and allotted in connection with the IPO. As such, as at the date of this announcement, the enlarged issued share capital of the Company was S\$25,564,000 comprising 102,000,000 ordinary shares, after taking into account the capitalisation of a portion of the IPO related expenses amounting to approximately S\$0.4 million.

Details of the changes in the issued and paid-up share capital of the Company since incorporation till 30 April 2015 are as follows:

	Total Number of Shares	Issued and Paid-up Share Capital (S\$)
Issued and paid-up share as at incorporation on 21 May 2014	1	1
Issue of shares pursuant to the Restructuring Exercise	20,927,999	20,927,999
	20,928,000	20,928,000
Sub-division of shares pursuant to the Restructuring Exercise	82,000,000	20,928,000
Issue of new shares pursuant to the IPO	20,000,000	5,000,000
Capitalisation of IPO related expenses	-	(364,000)
Post-placement issued and paid up share capital, representing balance as at 30 April 2015	102,000,000	25,564,000

There are no outstanding convertibles or shares held as treasury shares of the Company as at 30 April 2015. There are no comparative figures for the Company as at the end of the corresponding period of the immediately preceding financial year, as the Company was incorporated on 21 May 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.

Please refer to 1(d)(ii).

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 are no treasury shares held by the Company.

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 auditor.

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.

Save as disclosed in paragraph 5 below, the financial statements have been prepared based on accounting policies and methods of computation consistent with those adopted in the most recent audited financial statements of the Group for the financial year ended 30 April 2014.

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

Our Group has adopted new and revised Singapore Financial Reporting Standards ("**SFRS**") and interpretations of SFRS applicable to the Group which are effective for financial period beginning from 1 May 2014. These are not expected to have a material impact on our Group's financial statements.

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

	Group	
	Unaudited Year Ended 30.04.2015	Audited Year Ended 30.04.2014
Earnings per ordinary share of the Group		
(a) Basic earnings per share	2.0 cents	3.2 cents
(b) Diluted earnings per share	2.0 cents	3.2 cents
Weighted average number of ordinary shares in issue for computation of basic earnings per share ('000)	102,000	102,000
Weighted average number of ordinary shares for computation of diluted earnings per share ('000)	102,000	102,000

As at 30 April 2015 and 2014, the Company does not have any dilutive instruments.

For comparative purposes, the earnings per share for respective years have been computed based on the net profit attributable to owners of the Company and the Company's enlarged share capital of 102,000,000 shares, assuming that the Restructuring Exercise and the issuance of 20,000,000 new shares pursuant to the IPO had been completed as at the end of the respective years.

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

	Group		Company	
	Unaudited As at 30.04.2015	Audited As at 30.04.2014	Unaudited As at 30.04.2015	As at 30.04.2014
Net assets (S\$'000)	27,608	20,928	26,862	Not applicable ⁽¹⁾
Number of ordinary shares used in calculating net asset value per ordinary share ('000)	102,000	102,000	102,000	Not applicable ⁽¹⁾
Net asset value per ordinary share attributable to owners of the Company (cents)	27.1	20.5	26.3	Not applicable ⁽¹⁾

For comparative purposes, the net asset value per share has been computed based on the Company's enlarged share capital of 102,000,000 shares, assuming that the Restructuring Exercise and the issuance of 20,000,000 new shares pursuant to the IPO had been completed as at the end of the respective periods.

Note:

(1) There are no comparative figures for the Company as at the end of the immediately preceding financial year, as the Company was incorporated on 21 May 2014.

- 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.**

Review of the Group's performance

Revenue

Revenue increased marginally by S\$0.1 million or 0.6% from S\$17.0 million in FY2014 to S\$17.1 million in FY2015. The increase was due mainly to the expansion in our fleet size, partially offset by the decrease in average rental rates.

Cost of sales and gross profit

Cost of sales increased by S\$0.7 million or 6.7% from S\$10.0 million in FY2014 to S\$10.7 million in FY2015, mainly due to the increase in depreciation expenses.

The increase in depreciation expenses was mainly attributed to acquisitions of new mobile cranes, in particular a 750-tonne mobile crane in the second half of FY2014 and 180-tonne and 500-tonne mobile cranes in the first half of FY2015 pursuant to the Group's fleet renewal strategy.

Gross profit decreased by S\$0.6 million or 8.1% from S\$7.0 million in FY2014 to S\$6.4 million in FY2015 due to the increase in depreciation expenses as elaborated above. Accordingly, gross profit margin also declined from 41.2% to 37.6%.

Other income

Other income increased by S\$1.8 million or 151.7% from S\$1.2 million in FY2014 to S\$3.0 million in FY2015, mainly due to a gain on disposal of aged mobile cranes amounting to S\$1.0 million in accordance with our fleet renewal strategy and a gain on disposal of investment properties amounting to S\$0.8 million which was undertaken in connection with the Restructuring Exercise.

Distribution expenses

Distribution expenses were not significant for both FY2014 and FY2015 and during the financial year under review, distribution expenses were approximately S\$0.1 million.

General and administrative expenses

General and administrative expenses increased by S\$1.9 million or 52.9% from S\$3.5 million in FY2014 to S\$5.4 million in FY2015 due mainly to the one-off IPO related expenses of S\$0.7 million, an increase in directors' remuneration and fees of S\$0.6 million, an increase in professional expenses of S\$0.3 million and an increase in depreciation expenses of S\$0.2 million.

The increase in professional expenses was mainly in relation to business consulting and advisory services rendered to the Group with a view to calibrate our business model towards new growth and business expansion.

The increase in depreciation expenses was mainly attributed to our acquisition of a leasehold property located at 22 Pandan Road (the "**Pandan Road Property**") towards the end of first half of FY2014.

Finance costs

Finance costs increased by S\$0.1 million or 23.4% from S\$0.8 million in FY2014 to S\$0.9 million in FY2015. This increase was mainly due to bank facilities undertaken to finance the purchase of the Pandan Road Property towards the end of first half of FY2014, a 750-tonne mobile crane in the second half of FY2014 and 180-tonne and 500-tonne mobile cranes in the first half of FY2015 pursuant to our fleet renewal strategy.

Share of results of an associate

Share of loss of an associate increased from S\$26,000 for FY2014 to S\$0.4 million for FY2015, mainly attributed to the cessation of the associate's operations as announced by the Company on 28 April 2015.

Income tax expenses

Despite a decrease in our profit before tax, income tax expenses remained relatively unchanged at S\$0.5 million as additional deferred tax liabilities have been recognised, mainly in relation to the taxable temporary differences of tax and accounting depreciation.

Profit after tax

Profit after tax declined by S\$1.2 million or 36.5% from S\$3.2 million in FY2014 to S\$2.0 million in FY2015 due mainly to an increase in depreciation expense and one-off IPO related expenses recognised in FY2015.

Review of the Group's financial position

Non-current assets

As at 30 April 2015, non-current assets amounted to S\$57.9 million or 87.4% of total assets of S\$66.2 million, comprising property, plant and equipment of the Group.

Property, plant and equipment increased by S\$7.2 million from S\$50.7 million as at 30 April 2014 to S\$57.9 million as at 30 April 2015 due mainly to the purchase of new plant and equipment. In particular, the Group acquired a 180-tonne mobile crane and a 500-tonne mobile crane in the first half of FY2015 and a 160-tonne mobile crane in second half of FY2015.

Investment in an associate decreased by S\$0.5 million as the Group disposed its interest in an associate in FY2015 after considering its associate's business outlook and competitive business environment. Completion of the disposal took place on 28 April 2015.

Current assets

As at 30 April 2015, current assets amounted to S\$8.3 million or 12.6% of total assets of S\$66.2 million.

Trade and other receivables decreased by S\$1.1 million from S\$5.2 million as at 30 April 2014 to S\$4.1 million as at 30 April 2015, due mainly to the decrease in GST receivable, decrease in deposits paid for the acquisition of plant and equipment and prompt collection from customers.

Inventories of S\$1.8 million comprised mobile cranes acquired by our Group for our trading business.

Cash and bank balances decreased by S\$0.9 million from S\$3.1 million as at 30 April 2014 to S\$2.2 million as at 30 April 2015, mainly due to the repayment of bank borrowings in connection with the disposal of the investment properties which was undertaken in connection with the Restructuring Exercise and payment of S\$0.2 million for the shortfall between the sales consideration and the amount owing to directors.

The decrease in investment properties classified as held-for-sale was mainly due to the completion of transfer of these investment properties to YSL Property Pte. Ltd. and NY Property

Pte. Ltd., which had taken place on 13 November 2014. The aggregate sales price was settled in full by way of setting off certain amounts due to directors.

Current liabilities

As at 30 April 2015, current liabilities amounted to S\$8.4 million or 21.8% of total liabilities of S\$38.6 million.

Accrued operating expenses increased by S\$0.3 million from S\$0.8 million as at 30 April 2014 to S\$1.1 million as at 30 April 2015 due mainly to higher accruals made for professional fees, purchases and director fees.

The decrease in amount due to directors was due to the completion of disposal of investment properties and repayment in cash as elaborated above.

Current portion of obligations under finance leases increased by S\$0.7 million from S\$4.4 million as at 30 April 2014 to S\$5.1 million as at 30 April 2015 due to the hire purchase facilities drawn down to finance the purchase of plant and equipment, in particular the 180-tonne and 500-tonne mobile cranes.

Current portion of bank borrowings decreased by S\$1.6 million from S\$2.2 million as at 30 April 2014 to S\$0.6 million as at 30 April 2015 due mainly to the repayment of bank borrowings in connection with the disposal of the investment properties as mentioned above.

Provision for taxation decreased by S\$0.3 million from S\$0.6 million as at 30 April 2014 to S\$0.3 million as at 30 April 2015 due mainly to the tax payments made in FY2015.

Non-current liabilities

As at 30 April 2015, non-current liabilities amounted to S\$30.2 million or 78.2% of total liabilities of S\$38.6 million.

Non-current portion of obligations under finance leases increased by S\$1.9 million from S\$15.0 million as at 30 April 2014 to S\$16.9 million as at 30 April 2015 due to the hire purchase facilities drawn down to finance the purchase of plant and equipment as mentioned above.

Non-current portion of bank borrowings decreased by S\$0.6 million from S\$11.3 million as at 30 April 2014 to S\$10.7 million as at 30 April 2015 due to the repayment of bank borrowings.

Deferred tax liabilities increased by S\$0.4 million from S\$1.5 million as at 30 April 2014 to S\$1.9 million as at 30 April 2015 due to the recognition of taxable timing differences, mainly in relation to the differences in tax and accounting depreciation.

Total equity

Total equity increased by S\$6.7 million from S\$20.9 million as at 30 April 2014 to S\$27.6 million as at 30 April 2015, which was attributed to the capitalisation of IPO proceeds upon listing of the Company on Catalist of the SGX-ST on 7 November 2014 coupled with the net profit registered in FY2015.

Review of the Group's Statement of Cash Flows

In FY2015, the Group generated net cash from operating activities before changes in working capital of S\$5.0 million. Net cash used in working capital amounted to S\$0.7 million due mainly to an increase in inventories of S\$2.6 million, partially offset by a decrease in trade and other receivables of S\$0.8 million, an increase in trade and other payables of S\$0.8 million and an increase in accrued operating expenses of S\$0.3 million. The Group also paid interest expenses of S\$0.9 million and income tax of S\$0.4 million. As a result, the Group generated net cash from operating activities amounting to S\$3.0 million in FY2015.

Net cash used in investing activities amounted to S\$0.2 million. This was mainly attributed to the purchase of new plant and equipment of S\$1.2 million, particularly the 180-tonne mobile crane and 500-tonne mobile crane acquired in the first half of FY2015. It was partially offset by the proceeds from the disposal of plant and equipment amounting to S\$1.0 million.

Net cash used in financing activities of S\$3.6 million was mainly attributed to the repayment of obligations under finance leases of S\$5.2 million, repayment of bank borrowings of S\$2.2 million, payment of one-off IPO related expenses of S\$1.0 million and repayment to directors of S\$0.2 million, partially offset by proceeds from issuance of shares pursuant to the IPO of S\$5.0 million.

As a result of the above, the Group's cash and cash equivalents decreased by S\$0.9 million from S\$3.0 million as at 30 April 2014 to S\$2.1 million as at 30 April 2015.

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

No forecast nor prospect statement has been previously disclosed to shareholders.

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.

Since its listing in November 2014, the Group has embarked on its plans to expand from its core leasing business activities and the Group's IPO funds have been deployed to start the operations of its crane trading business.

And to tap new market opportunities, the Group has incorporated a wholly-owned subsidiary company to be principally engaged in project logistics management and services, which will be complementary to its business activities.

Barring unforeseen circumstances, the Group remains cautiously optimistic of its business prospects based on the trends and developments of the construction, marine, logistics, oil and gas as well as infrastructure industries.

11 Proposed dividend

(a) Any dividend proposed for the current financial period reported on?

Name of dividend	Final (proposed)
Dividend type	Cash
Dividend amount per ordinary share	1.0 cent
Tax rate	Tax exempt one-tier

(b) Dividend declared (recommended) for the corresponding period of the immediately preceding financial year?

Not applicable as the Company was incorporated on 21 May 2014.

(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).

The dividend is tax exempt.

(d) The date the dividend is payable.

The date of payment of the dividend will be announced later, subject to shareholders' approval at the Annual General Meeting to be convened.

(e) Books closure date.

Notice will be given at a later date on the closure of the Share Transfer Book and Register of Members of the Company to determine members' entitlement to the dividend.

12 If the group has obtained a general mandate from shareholders for Interested Person Transactions (the "IPTs"), 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 Group has not obtained a general mandate from shareholders for interested person transactions.

13 Use of proceeds from initial public offering of the company's shares on Catalyst

With reference to the Company's Offer Document dated 29 October 2014 in relation to the IPO and the Company's announcements dated 12 December 2014 and 29 April 2015, below is an update on the use of the net proceeds from the IPO:

	Amount allocated (as stated in Offer Document)	Amount utilised as at the date of this announcement	Balance of net proceeds as at the date of this announcement
Use of proceeds	(S\$'000)	(S\$'000)	(S\$'000)
Acquisition of mobile cranes and hauling equipment	500	500	-
Development of mobile crane trading business	2,400	2,400	-
General working capital	944	944	-
Net proceeds	3,844	3,844	-

The use of proceeds is in accordance with the stated use as disclosed in the Offer Document. As at the date of this announcement, the proceeds have been fully utilised.

PART II – ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

14 Segmented revenue and results for operating segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.

Business segment information

As at 30 April 2014 and 30 April 2015, the Group has only one operating segment from the hiring of mobile cranes and lorry cranes. Management has not identified any business or operating units separately for the purpose of making decisions about resource allocation and performance assessment.

Geographical segment information

Revenue and non-current assets information based on the geographical location of customers and assets respectively are as follows:	Group	
	Unaudited Year Ended 30.04.2015 S\$'000	Audited Year Ended 30.04.2014 S\$'000
Revenue		
Singapore	17,088	16,980
Non-current assets		
Singapore	57,928	51,131

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

Please refer to paragraph 8.

16 A breakdown of sales and operating profit after tax are as follows:

	Group		
	Unaudited Year Ended 30.04.2015 S\$'000	Audited Year Ended 30.04.2014 S\$'000	% increase/ (decrease)
Sales reported for first half year	9,037	8,613	4.9
Operating profit after tax for first half year	862	1,686	(48.9)
Sales reported for second half year	8,051	8,367	(3.8)
Operating profit after tax for second half year	1,182	1,534	(22.9)

17 A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year as follows: -

	Company	
	FY2015 S\$'000	FY2014 S\$'000
Ordinary	1,020 ⁽¹⁾	-
Preference	-	-
Total	1,020	-

Note:

(1) The proposed final tax exempt one-tier dividend in respect of FY2015 was calculated based on the number of ordinary shares as at 30 April 2015, and is subject to approval of the shareholders at the forthcoming Annual General Meeting to be convened.

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

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties and the year the position was first held	Details of changes in duties and positions held, if any, during the year
Yap Sian Lay	62	Father of Yap Chin Hock (Executive Director and Chief Executive Officer) and Yap Bee Ling (Executive Director (Business Development)) and spouse of Ng Chui Hwa (Executive Chairman)	Technical Director since FY2015. He is responsible for overseeing the maintenance, repair and reconditioning of the Group's lifting and hauling fleet	Not applicable

BY ORDER OF THE BOARD

Yap Chin Hock
Executive Director and Chief Executive Officer

Yap Bee Ling
Executive Director (Business Development)

26 June 2015