



TIONG WOON CORPORATION HOLDING LTD

(Company Registration No. 199705837C)

**Third Quarter And Nine Months Financial Statement And Dividend Announcement
For The Period Ended 31 March 2014**

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

	The Group			The Group		
	3Q FY 2014 S\$'000	3Q FY 2013 S\$'000	Increase/ (Decrease) %	9M FY 2014 S\$'000	9M FY 2013 S\$'000	Increase/ (Decrease) %
Continuing operations						
Turnover	36,870	45,310	(19%)	125,870	144,229	(13%)
Cost of sales	(25,967)	(33,700)	(23%)	(82,838)	(104,637)	(21%)
Gross profit	10,903	11,610	(6%)	43,032	39,592	9%
Other income	46	54	(15%)	99	158	(37%)
Other gains - net	1,852	1,495	24%	2,708	4,133	(34%)
Expenses						
- Administrative	(415)	(375)	11%	(1,218)	(1,033)	18%
- Other operating	(7,434)	(8,263)	(10%)	(24,993)	(24,845)	1%
- Finance	(637)	(272)	134%	(2,319)	(1,511)	53%
Share of profit of associated companies	141	181	(22%)	639	644	(1%)
Share of loss of a joint venture	(13)	(43)	(70%)	(38)	(68)	(44%)
Profit before income tax	4,443	4,387	1%	17,910	17,070	5%
Income tax expense	(893)	(708)	26%	(4,371)	(3,912)	12%
Profit from continuing operations	3,550	3,679	(4%)	13,539	13,158	3%
Discontinued Operations						
Profit/(Loss) from discontinued operations	-	(259)	(100%)	1	(1,724)	NM
Gain on disposal of discontinued operations	-	-	NM	3,159	-	NM
Total profit	3,550	3,420	4%	16,699	11,434	46%
Other comprehensive income:						
Currency translation differences	(393)	408	NM	1,786	(606)	NM
Fair value gain on cash flow hedges	52	(138)	NM	136	(94)	NM
	(341)	270	NM	1,922	(700)	NM
Total comprehensive income	3,209	3,690	(13%)	18,621	10,734	73%
Profit attributable to:						
Equity holders of the Company	3,873	3,919	(1%)	17,238	13,051	32%
Non-controlling interest	(323)	(499)	(35%)	(539)	(1,617)	(67%)
	3,550	3,420	4%	16,699	11,434	46%
Total comprehensive income attributable to:						
Equity holders of the Company	3,528	4,134	(15%)	19,156	12,352	55%
Non-controlling interest	(319)	(444)	(28%)	(535)	(1,618)	(67%)
	3,209	3,690	(13%)	18,621	10,734	73%

1(a)(ii) Notes to the statement of comprehensive income

	The Group			The Group		
	3Q FY 2014 S\$'000	3Q FY 2013 S\$'000	Increase/ (Decrease) %	9M FY 2014 S\$'000	9M FY 2013 S\$'000	Increase/ (Decrease) %
Profit after tax for continuing operations was stated after (charging)/crediting:-						
Depreciation of property, plant and equipment	(7,208)	(6,901)	4%	(21,548)	(20,236)	6%
Currency exchange gain / (loss) - net	416	981	(58%)	(1,891)	551	NM
Net gain on disposal of property, plant and equipment	847	642	32%	3,666	3,750	(2%)
Fair value gain / (loss) on derivative financial instruments	6	13	(54%)	25	(54)	NM
Fair value (loss) / gain on financial assets at fair value through profit or loss	(47)	135	NM	(206)	183	NM
Impairment loss on trade receivables	(119)	(801)	(85%)	(932)	(905)	3%
Write-back of allowance for doubtful debts	205	45	356%	231	142	63%
Interest income	45	54	(17%)	99	158	(37%)
Interest expense	(663)	(635)	4%	(2,092)	(2,048)	2%
Under provision in prior years' current income tax	(45)	(39)	15%	(225)	(34)	562%
Under provision in prior years' deferred tax	-	-	NM	(3)	-	NM

Denotes: 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

	The Group		The Company	
	31/03/2014 S\$'000	30/06/2013 S\$'000	31/03/2014 S\$'000	30/06/2013 S\$'000
ASSETS				
Current assets				
Cash and cash equivalents	20,010	26,173	1,319	240
Financial assets, at fair value through profit or loss	785	992	-	-
Trade and other receivables	84,187	68,873	-	-
Tax recoverable	52	41	-	-
Inventories	10,044	4,694	-	-
Other current assets	4,376	3,641	25	43
	119,454	104,414	1,344	283
Disposal group classified as held-for sale	-	10,282	-	-
	119,454	114,696	1,344	283
Non-current assets				
Other assets	114	107	-	-
Other receivables	-	-	47,290	52,135
Investment in associated companies	2,829	2,626	1,020	1,020
Investment in a joint venture	1,490	1,546	2,074	2,074
Investment in subsidiaries	-	-	41,920	38,062
Property, plant and equipment	311,335	307,372	-	-
Deferred income tax assets	141	152	-	-
	315,909	311,803	92,304	93,291
Total assets	435,363	426,499	93,648	93,574
LIABILITIES				
Current liabilities				
Trade and other payables	55,397	51,997	1,664	1,872
Current income tax liabilities	1,524	1,908	-	-
Borrowings	37,952	49,187	-	-
Derivative financial instruments	75	105	-	-
	94,948	103,197	1,664	1,872
Liabilities directly associated with disposal group classified as held-for sale	-	982	-	-
	94,948	104,179	1,664	1,872
Non-current liabilities				
Borrowings	54,766	52,769	-	-
Derivative financial instruments	111	243	-	-
Deferred income tax liabilities	31,926	28,697	-	-
	86,803	81,709	-	-
Total liabilities	181,751	185,888	1,664	1,872
NET ASSETS	253,612	240,611	91,984	91,702
EQUITY				
Capital and reserves attributable to equity holders of the Company				
Share capital	87,340	87,340	87,340	87,340
Other reserves	(2,090)	(4,008)	-	-
Retained earnings	169,966	154,586	4,644	4,362
	255,216	237,918	91,984	91,702
Non-controlling interest	(1,604)	2,693	-	-
Total equity	253,612	240,611	91,984	91,702

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

	As at 31/03/2014		As at 30/06/2013	
	S\$'000		S\$'000	
	Secured	Unsecured	Secured	Unsecured
Amount repayable in one year or less, or on demand	27,282	10,670	27,787	21,400

	As at 31/03/2014		As at 30/06/2013	
	S\$'000		S\$'000	
	Secured	Unsecured	Secured	Unsecured
Amount repayable after one year	54,766	-	52,769	-

Details of any collateral

Secured borrowings relate to hire purchase and term loan which are collateralised against certain property, plant and equipment.

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

	The Group		The Group	
	3Q FY 2014	3Q FY 2013	9M FY 2014	9M FY 2013
	S\$'000	S\$'000	S\$'000	S\$'000
Cash flows from operating activities				
Total profit	3,550	3,420	16,699	11,434
Adjustments for:				
Income tax expense	894	709	4,372	4,113
Depreciation of property, plant and equipment	7,208	7,272	21,548	21,411
Net gain on disposal of property, plant and equipment	(847)	(642)	(3,666)	(3,788)
Net gain on disposal of subsidiaries	-	-	(3,159)	-
Fair value (gain) / loss on derivative financial instruments	(6)	(13)	(25)	54
Fair value loss / (gain) on financial assets at fair value through profit or loss	47	(135)	206	(183)
Interest income	(45)	(55)	(99)	(159)
Interest expense	663	635	2,092	2,048
Share of profit of associated companies	(141)	(181)	(639)	(644)
Share of loss of a joint venture	13	43	38	68
Exchange differences	(459)	(351)	485	(401)
Operating cashflow before working capital changes	10,877	10,702	37,852	33,953
Change in operating assets and liabilities:				
Inventories	(2,044)	160	(5,346)	(123)
Trade and other receivables	(455)	865	(10,348)	(5,286)
Other current assets	89	(276)	(741)	(895)
Trade and other payables	3,312	573	5,220	1,038
Cash generated from operations	11,779	12,024	26,637	28,687
Income tax paid	(803)	(770)	(2,208)	(1,574)
Net cash generated from operating activities	10,976	11,254	24,429	27,113
Cash flows from investing activities				
Purchase of property, plant and equipment	(2,103)	(4,155)	(13,964)	(10,374)
Additional investment in a subsidiary	-	-	(3,762)	-
Interest received	45	55	99	159
Proceeds from disposal of subsidiaries	-	-	11,300	-
Proceeds from disposal of property, plant and equipment	3,058	2,603	8,860	12,587
Net cash provided by investing activities	1,000	(1,497)	2,533	2,372
Cash flows from financing activities				
Proceeds from borrowings	70	14	7,019	3,714
Repayment of borrowings	(3,664)	(5,209)	(21,301)	(18,604)
Repayment of finance lease liabilities	(4,982)	(3,881)	(15,441)	(10,929)
Interest paid	(663)	(635)	(2,093)	(2,053)
Dividends paid to equity holders of the Company	-	-	(1,858)	(1,858)
Dividend received from an associated company	-	-	388	-
Fixed deposit unpledged / (pledged)	78	(22)	64	755
Net cash used in financing activities	(9,161)	(9,733)	(33,222)	(28,975)
Net increase / (decrease) in cash and cash equivalents	2,815	24	(6,260)	510
Cash and cash equivalents at beginning of financial period	15,043	20,074	24,118	19,588
Less: Disposal group classified as held-for sale	-	-	-	-
Cash and cash equivalents at end of financial period	17,858	20,098	17,858	20,098
Cash and cash equivalents at end of financial period	20,010	22,515	20,010	22,515
Less: Fixed deposit pledged	(2,152)	(2,417)	(2,152)	(2,417)
Cash and cash equivalents per statement of cash flows	17,858	20,098	17,858	20,098

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

The Group

Attributable to equity holders of the Company

	Share Capital S\$'000	Other Reserves S\$'000	Retained Earnings S\$'000	Total S\$'000	Non- controlling Interest S\$'000	Total Equity S\$'000
<u>1H FY 2014</u>						
Balance at 1 July 2013	87,340	(4,008)	154,586	237,918	2,693	240,611
Total comprehensive income / (loss)	-	2,263	13,365	15,628	(216)	15,412
Additional investment in a subsidiary	-	-	-	-	(3,762)	(3,762)
Dividend relating to 2013 paid	-	-	(1,858)	(1,858)	-	(1,858)
Balance at 31 December 2013	87,340	(1,745)	166,093	251,688	(1,285)	250,403
<u>3Q FY 2014</u>						
Total comprehensive income	-	(345)	3,873	3,528	(319)	3,209
Balance at 31 March 2014	87,340	(2,090)	169,966	255,216	(1,604)	253,612
<u>1H FY 2013</u>						
Balance at 1 July 2012	87,340	(4,227)	139,132	222,245	3,931	226,176
Total comprehensive income / (loss)	-	(914)	9,132	8,218	(1,174)	7,044
Dividend relating to 2012 paid	-	-	(1,858)	(1,858)	-	(1,858)
Balance at 31 December 2012	87,340	(5,141)	146,406	228,605	2,757	231,362
<u>3Q FY 2013</u>						
Total comprehensive income / (loss)	-	215	3,919	4,134	(444)	3,690
Balance at 31 March 2013	87,340	(4,926)	150,325	232,739	2,313	235,052

The Company

	Share Capital S\$'000	Retained Earnings S\$'000	Total Equity S\$'000
<u>1H FY 2014</u>			
Balance at 1 July 2013	87,340	4,362	91,702
Total comprehensive income	-	2,197	2,197
Dividend relating to 2013 paid	-	(1,858)	(1,858)
Balance at 31 December 2013	87,340	4,701	92,041
<u>3Q FY 2014</u>			
Total comprehensive loss	-	(57)	(57)
Balance at 31 March 2014	87,340	4,644	91,984
<u>1H FY 2013</u>			
Balance at 1 July 2012	87,340	4,496	91,836
Total comprehensive income	-	1,862	1,862
Dividend relating to 2012 paid	-	(1,858)	(1,858)
Balance at 31 December 2012	87,340	4,500	91,840
<u>3Q FY 2013</u>			
Total comprehensive loss	-	(44)	(44)
Balance at 31 March 2013	87,340	4,456	91,796

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.

Not applicable.

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.

	31/03/2014	30/06/2013
Total number of issued ordinary shares	464,470,512	464,470,512

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 presented are not audited or reviewed.

3 Whether 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 Group has applied the same accounting policies and methods of computation in financial statements for the nine months ended 31 March 2014 as compared with the audited financial statements for the year ended 30 June 2013.

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.

On 1 July 2013, the Group adopted the new or amended FRS and Interpretations to FRS ("INT FRS") that are mandatory for application from that date. Changes to the Group's accounting policies have been made as required, in accordance with the transitional provisions in the respective FRS and INT FRS. The adoption of these new or amended FRS and INT FRS did not result in substantial changes to the Group's accounting policies and had no material effect on the amounts reported for the current or prior financial years.

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

	Continuing Operations		The Group Discontinued Operations		Total	
	<u>3Q FY 2014</u>	<u>3Q FY 2013</u>	<u>3Q FY 2014</u>	<u>3Q FY 2013</u>	<u>3Q FY 2014</u>	<u>3Q FY 2013</u>
EPS based on weighted average number of ordinary shares in issue (cents)	0.83	0.90	NM	(0.06)	0.83	0.84
On a fully diluted basis (cents)	0.83	0.90	NM	(0.06)	0.83	0.84
Weighted average number of ordinary shares in issue	464,470,512	464,470,512	464,470,512	464,470,512	464,470,512	464,470,512
	<u>9M FY 2014</u>	<u>9M FY 2013</u>	<u>9M FY 2014</u>	<u>9M FY 2013</u>	<u>9M FY 2014</u>	<u>9M FY 2013</u>
EPS based on weighted average number of ordinary shares in issue (cents)	3.03	3.18	0.68	(0.37)	3.71	2.81
On a fully diluted basis (cents)	3.03	3.18	0.68	(0.37)	3.71	2.81
Weighted average number of ordinary shares in issue	464,470,512	464,470,512	464,470,512	464,470,512	464,470,512	464,470,512

There were no potential dilutive ordinary shares in existence for the nine months ended 31 March 2014 and 31 March 2013.

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.

	The Group		The Company	
	31/03/2014	30/06/2013	31/03/2014	30/06/2013
Net asset value per ordinary share (cents)	54.95	51.22	19.80	19.74
Ordinary shares at the end of the current financial period and immediately preceding financial year	464,470,512	464,470,512	464,470,512	464,470,512

- 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.**

Statement of Comprehensive Income

Continuing operations

Turnover	3Q FY 2014	3Q FY 2013	Increase/ (Decrease)	9M FY 2014	9M FY 2013	Increase/ (Decrease)
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Heavy Lift and Haulage	34,287	35,584	(4%)	109,471	110,082	(1%)
Marine Transportation	1,705	2,698	(37%)	7,930	8,112	(2%)
Engineering Services	361	5,789	(94%)	4,045	16,645	(76%)
Trading	517	1,239	(58%)	4,424	9,390	(53%)
	36,870	45,310	(19%)	125,870	144,229	(13%)

The Group registered a turnover of S\$36.9 million for the third quarter ended 31 March 2014, a decrease of 19% over the S\$45.3 million it recorded for the same quarter in the last financial year. The decrease in the Group's turnover was mainly attributed to the decrease in contributions from Marine Transportation, Engineering Services and Trading segments.

Turnover from Heavy Lift and Haulage segment decreased by 4% from the same quarter in the last financial year, mainly due to a decrease in heavy lift and installation projects undertaken by the Group in the Asia Pacific region.

Turnover from Marine Transportation segment decreased by 37% for the third quarter ended 31 March 2014 compared to the same quarter in the last financial year. This is a result of lower utilization of the Group's vessels during the quarter.

Engineering Services segment registered a turnover of S\$0.4 million for the third quarter ended 31 March 2014, compared to S\$5.8 million in the previous year. The decrease in revenue was mainly due to a significant reduction in engineering services projects executed in the current quarter.

Trading segment registered a turnover of S\$0.5 million for the third quarter ended 31 March 2014 as the Group sold less equipment in the current quarter as compared to the last corresponding quarter.

Cost of sales decreased by 23% from S\$33.7 million to S\$26.0 million for the third quarter ended 31 March 2014 in tandem with the decrease in turnover.

For the item on "Other gains", the Group recorded a net gain of S\$1.9 million for the third quarter ended 31 March 2014 as compared to a gain of S\$1.5 million in the last corresponding quarter. This was mainly due to an increase in government grant (wage credit and special employment credit) of S\$0.4 million.

Administrative expenses increased by 11% for the third quarter ended 31 March 2014 due to higher professional fees incurred.

Other operating expenses reduced by 10% from S\$8.3 million to S\$7.4 million for the third quarter ended 31 March 2014 in tandem with the decrease in turnover.

Finance expenses increased by 134% from S\$0.3 million to S\$0.6 million for the third quarter ended 31 March 2014. This was mainly due to a higher gain of S\$0.3 million in foreign currency translation for foreign currency denominated borrowings for the last corresponding quarter, compared to a currency translation gain of S\$0.02 million in the current quarter.

Profit/(Loss) Before Tax	3Q FY 2014	3Q FY 2013	Increase/ (Decrease)	9M FY 2014	9M FY 2013	Increase/ (Decrease)
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Heavy Lift and Haulage	5,506	4,945	11%	17,411	17,203	1%
Marine Transportation	(498)	317	NM	1,231	2,021	(39%)
Engineering Services	(702)	(1,069)	(34%)	(963)	(3,156)	(69%)
Trading	137	194	(29%)	231	1,002	(77%)
	4,443	4,387	1%	17,910	17,070	5%

The Group registered a profit before tax of S\$4.4 million for the third quarter ended 31 March 2014, a marginal increase of 1% over the previous corresponding quarter.

Despite the decrease in turnover from Heavy Lift and Haulage segment for the third quarter ended 31 March 2014, its profit before tax increased by 11% compared to the previous corresponding quarter. This was mainly due to the higher margins on projects executed for the current quarter ended 31 March 2014.

Marine Transportation segment registered a loss of S\$0.5 million for the third quarter ended 31 March 2014 as compared to a profit of S\$0.3 million in the last corresponding quarter. This was mainly due to the lower turnover for the current quarter ended 31 March 2014.

Engineering Services segment narrowed its loss for the third quarter ended 31 March 2014 by 34%, from S\$1.1 million to S\$0.7 million as compared to the previous corresponding quarter. This was mainly due to the savings in fixed overhead as a result of the Group's decision to restructure its loss-making engineering services division.

Trading segment recorded a profit of S\$0.1 million for the third quarter ended 31 March 2014, as compared to S\$0.2 million in the last corresponding quarter, due to the decrease in turnover and lower margins.

Discontinued operations

Fabrication	3Q FY 2014	3Q FY 2013	Increase/ (Decrease)	9M FY 2014	9M FY 2013	Increase/ (Decrease)
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Turnover	-	3	(100%)	159	770	(79%)
Profit/(Loss) before tax	-	(258)	(100%)	3,160	(1,523)	NM
Tax	-	(1)	(100%)	-	(201)	(100%)
Profit/(Loss) after tax	-	(259)	(100%)	3,160	(1,724)	NM

The sale of the Company's entire interest in its wholly-owned subsidiary, Tiong Woon Oil & Gas Services Pte Ltd ("TWOG") and sub-subsidiary P.T. TWC Bintan (together, the "TWOG Group") to Metech Energy Corp Pte Ltd was completed on 7 October 2013. The gain recorded on the transaction was S\$3.2 million.

In accordance with FRS 105, Non-current Assets Held for Sale and Discontinued Operations, the results of the TWOG Group classified under Fabrication segment has been presented separately on the Statement of Comprehensive Income as Discontinued Operations for the quarter ended 31 March 2014 and 31 March 2013.

Statement of Financial Position

Financial assets at fair value decreased by 21% from S\$1.0 million to S\$0.8 million as at 31 March 2014. This is due to the decrease in the market value of the marketable securities held.

Trade and other receivables increased by 22% from S\$68.9 million to S\$84.2 million as at 31 March 2014. Included in trade and other receivables is an amount of S\$4.9 million receivable from Metech Energy Corp Pte Ltd for the sale of "TWOOG Group" that is kept as retention and is expected to be fully received within this financial year. The Group's trade receivables turnover days increased from 97 days for the financial year ended 30 June 2013 to 131 days for the nine months ended 31 March 2014 due to slower collections from customers in the Middle East and India.

Inventories increased by 114% from S\$4.7 million to S\$10.0 million as at 31 March 2014, largely due to more cranes and equipment purchase which are held as inventory.

Other current assets increased by 20% from S\$3.6 million to S\$4.4 million as at 31 March 2014, largely due to the increase in prepayments made for insurance premium and advance payments made to suppliers.

Borrowings repayable decreased from S\$49.2 million to S\$38.0 million as at 31 March 2014, largely due to the repayment of bills payable and revolving credit loans.

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

There was no forecast previously disclosed to shareholders. The results of the Group are in line with management expectations as disclosed in the Chairman statement in the Annual Report for the financial year ended 30 June 2013.

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.

The demand for heavy lift and haulage from the oil and gas, and petrochemical industries is expected to be resilient in the region. In Singapore, the Group's heavy lift and haulage businesses will be supported by the strong pipeline of petrochemicals and infrastructure projects. In other ASEAN countries and the Middle East, the Group will also focus on oil & gas and petrochemical, infrastructure development and construction opportunities. The development in the Iskandar region of Johor, Malaysia, also provides business development opportunities for heavy lift and haulage. The Group will forge strategic alliances and cooperation with international contractors and industry players to jointly participate in the bidding for projects.

While there are ample business opportunities, it is anticipated that labour and other operating costs will continue to rise. To increase productivity and operational efficiency, the Group will continue to upgrade the skills of its workforce. The Group will maintain its competitive edge by making continual improvements to operational efficiency, cost control and prudent financial management.

The Group will continue to leverage on its competitive strengths of being a one-stop integrated services provider in project management for heavy lift and haulage, marine transportation and engineering services. The Group will exploit the synergy enabled by its capabilities in heavy lift and haulage, engineering services, marine transportation, logistics and project management, to target its marketing effort at more complex and high value projects.

It will continue to invest in higher capacity and specialised equipment, so as to broaden the range of service offerings to its clients and stay ahead of competition. In anticipation of an increase in the Group's operational needs, the Group will invest and redevelop its headquarter premises at 15 Pandan Crescent in Singapore.

11 Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

No.

(b) Corresponding Period of the Immediately Preceding Financial Year

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

No.

(c) Date payable

Not applicable.

(d) Book closure date

Not applicable.

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

The Group did not declare any dividend during the nine months ended 31 March 2014 and 31 March 2013.

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

Not applicable.

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

Not applicable.

15 A breakdown of sales and profit after taxation (before deduction non-controlling interests) for the continuing operations are as follows:-

Not applicable.

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

Not applicable.

17 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 no IPT mandate has been obtained, a statement to that effect.

The Company does not have any shareholder's mandate for interested person transactions pursuant to Rule 920(1)(a)(ii) of the listing manual.

18. Negative confirmation pursuant to Rule 705(5).

The board confirms that, to the best of its knowledge, nothing has come to its attention which may render the interim financial results to be false or misleading in any material aspect. A statement signed by two directors is on record.

By Order of the Board

Mr Ang Kah Hong

Chairman and Managing Director

7 May 2014

Singapore