



Unaudited Financial Statements And Dividend Announcement for the First Quarter ended 31 March 2015

PART I - INFORMATION REQUIRED FOR QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS ANNOUNCEMENTS

1(a) An income statement and statement of comprehensive income, or a statement of comprehensive income for the group, together with a comparative statement for the corresponding period of the immediately preceding financial year

1(a)(i) Statement of comprehensive income for the first quarter ended 31 March 2015

	Note	Group		
		1st quarter ended 31 March 2015	1st quarter ended 31 March 2014	Increase/ (decrease)
		S\$'000	S\$'000	%
Revenue	(a)	15,870	71,487	(78)
Cost of sales	(b)	(11,542)	(68,520)	(83)
Gross profit		4,328	2,967	46
Other income/(losses), net		1,546	(148)	nm
Selling and distribution expenses		(565)	(471)	20
General and administrative expenses		(1,213)	(992)	22
Finance costs		(1)	(26)	(96)
Profit before income tax		4,095	1,330	208
Income tax expense		(2)	(1)	100
Total profit	(c)	4,093	1,329	208
Other comprehensive income/(loss)				
Items that may be reclassified subsequently to profit or loss:				
Available-for-sale financial assets:				
- Fair value changes		-	(20)	nm
- Reclassification		-	107	nm
Currency translation differences arising from consolidation		(139)	(130)	7
Other comprehensive loss, net of tax		(139)	(43)	223
Total comprehensive income		3,954	1,286	207
Profit attributable to:				
Equity holders of the Company		3,982	1,208	230
Non-controlling interests		111	121	(8)
		4,093	1,329	208
Total comprehensive income attributable to:				
Equity holders of the Company		3,950	1,164	239
Non-controlling interests		4	122	(97)
		3,954	1,286	207

Footnotes:

(a) Revenue comprises the following:

	Group		
	1st quarter ended 31 March 2015	1st quarter ended 31 March 2014	Increase/ (decrease)
	S\$'000	S\$'000	%
Sales of goods	13,282	10,956	21
Rental income from investment property	-	328	nm
Construction revenue	-	58,822	nm
Finance income	1,755	884	99
Operating and maintenance income	833	497	68
	15,870	71,487	(78)

(b) The cost of sales includes the following:

	Group		
	1st quarter ended 31 March 2015	1st quarter ended 31 March 2014	Increase/ (decrease)
	S\$'000	S\$'000	%
Cost of goods sold	10,887	9,354	18
Construction expense	-	58,822	nm
Operating and maintenance fees	461	291	58
Others	194	153	27
	11,542	68,520	(83)

(c) Profit for the period includes the following:

	Group		
	1st quarter ended 31 March 2015	1st quarter ended 31 March 2014	Increase/ (decrease)
	S\$'000	S\$'000	%
Depreciation	(679)	(770)	(12)
Gain on disposal of property, plant and equipment	7	3	133
Allowance for impairment of trade receivables	(224)	(114)	96
Net loss on redemption of available-for-sale financial assets	-	(107)	nm
Foreign exchange gain/(loss), net	1,678	(42)	nm
Interest income	75	107	(30)
Interest expense	(1)	(26)	(96)

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	
	31/03/2015 S\$'000	31/12/2014 S\$'000	31/03/2015 S\$'000	31/12/2014 S\$'000
Non-current Assets				
Property, plant and equipment	57,577	59,130	235	257
Investments in subsidiaries	-	-	15,694	15,694
Service concession receivables*	41,478	44,101	-	-
Other receivables	-	-	25,781	28,897
Total Non-current Assets	99,055	103,231	41,710	44,848
Current Assets				
Inventories	7,770	9,160	-	-
Service concession receivables*	16,363	15,720	-	-
Trade receivables	12,303	11,560	762	824
Other receivables	614	530	59,800	60,062
Prepaid operating expenses	209	259	34	17
Cash and bank balances	47,461	40,824	41,218	35,214
	84,720	78,053	101,814	96,117
Property held-for-sale [^]	7,742	7,742	-	-
Total Current Assets	92,462	85,795	101,814	96,117
Current Liabilities				
Trade payables and accruals	(4,193)	(5,579)	(245)	(373)
Other payables	(57)	(134)	(49)	(89)
Total Current Liabilities	(4,250)	(5,713)	(294)	(462)
Net Current Assets	88,212	80,082	101,520	95,655
Non-current Liabilities				
Deferred income tax liabilities	(685)	(685)	-	-
Total Non-current Liabilities	(685)	(685)	-	-
Net Assets	186,582	182,628	143,230	140,503
Capital and reserves attributable to equity holders of the Company				
Share capital	140,578	140,578	140,578	140,578
Reserves/(accumulated losses)	40,117	36,167	2,652	(75)
	180,695	176,745	143,230	140,503
Non-controlling interests	5,887	5,883	-	-
Total Equity	186,582	182,628	143,230	140,503

* The Group recognised service concession receivables as it has a contractual right under the concession agreement to receive a fixed and determinable amount of payments during the concession period irrespective of the usage of the plant. The service concession receivables are measured on initial recognition at its fair value. Subsequent to initial recognition, the service concession receivables are measured at amortised cost using the effective interest rate method.

[^] As the carrying amount of the property will be recovered principally through a sale transaction, it was reclassified from investment property to property held-for-sale under current assets.

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

(a) Amount repayable in one year or less, or on demand

As at 31/03/2015		As at 31/12/2014	
S\$'000		S\$'000	
Secured	Unsecured	Secured	Unsecured
-	-	-	-

(b) Amount repayable after one year

As at 31/03/2015		As at 31/12/2014	
S\$'000		S\$'000	
Secured	Unsecured	Secured	Unsecured
-	-	-	-

(c) Details of any collaterals

Not applicable.

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**

	1st quarter ended 31 March 2015	1st quarter ended 31 March 2014
	S\$'000	S\$'000
Cash flows from operating activities		
Profit before income tax	4,095	1,330
Adjustments for:		
Depreciation	679	770
Gain on disposal of property, plant and equipment	(7)	(3)
Net loss on redemption of available-for-sale financial assets	-	107
Allowance for impairment of trade receivables	224	114
Finance income	(1,755)	(884)
Interest income	(75)	(107)
Interest expenses	1	26
Unrealised currency translation (gains)/losses	(1,705)	155
Operating cash flows before working capital changes	<u>1,457</u>	<u>1,508</u>
Changes in working capital		
Inventories	1,390	(53)
Service concession receivables	5,932	1,598
Trade receivables	(967)	835
Other receivables	(61)	(58)
Prepaid operating expenses	50	153
Trade payables and accruals	(1,546)	(184)
Other payables	(77)	(21)
Cash generated from operations	<u>6,178</u>	<u>3,778</u>
Interest received	52	69
Interest paid	(1)	(26)
Income taxes paid	(2)	(1)
Net cash generated from operating activities	<u>6,227</u>	<u>3,820</u>
Cash flows from investing activities		
Purchase of property, plant and equipment	(50)	(53)
Proceeds from disposal of property, plant and equipment	7	3
Redemption of available-for-sale financial assets	-	1,250
Acquisition of financial asset	-	(44,093)
Net cash used in investing activities	<u>(43)</u>	<u>(42,893)</u>
Cash flows from financing activities		
Repayment of bank borrowings	-	(560)
Net cash used in financing activities	<u>-</u>	<u>(560)</u>
Net increase/(decrease) in cash and cash equivalents	6,184	(39,633)
Cash and cash equivalents at beginning of period	40,824	70,740
Effects of currency translation on cash and cash equivalents	453	(10)
Cash and cash equivalents at end of period	<u>47,461</u>	<u>31,097</u>
Cash and cash equivalents included in the consolidated statement of cash flows comprise the following balance sheet amounts:		
Cash and bank balances	47,461	31,488
Less: Pledged fixed deposits	-	(391)
	<u>47,461</u>	<u>31,097</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

THE GROUP

Consolidated statement of changes in equity for the period ended 31 March 2015

	Share capital	Capital reserve	Foreign currency translation reserve	Fair value reserve	Revenue reserve	Total reserves	Non-controlling interests	Total equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 1 January 2015	140,578	712	(11,098)	-	46,553	36,167	5,883	182,628
Total comprehensive income for the period	-	-	(32)	-	3,982	3,950	4	3,954
Balance at 31 March 2015	140,578	712	(11,130)	-	50,535	40,117	5,887	186,582

Consolidated statement of changes in equity for the period ended 31 March 2014

	Share capital	Capital reserve	Foreign currency translation reserve	Fair value reserve	Revenue reserve	Total reserves	Non-controlling interests	Total equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 1 January 2014	140,578	712	(10,202)	(214)	36,629	26,925	6,861	174,364
Total comprehensive income for the period	-	-	(131)	87	1,208	1,164	122	1,286
Balance at 31 March 2014	140,578	712	(10,333)	(127)	37,837	28,089	6,983	175,650

THE COMPANY

Statement of changes in equity for the period ended 31 March 2015

	Share capital	Capital reserve	Fair value reserve	Revenue reserve	Total reserves	Total equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 1 January 2015	140,578	74	-	(149)	(75)	140,503
Total comprehensive income for the period	-	-	-	2,727	2,727	2,727
Balance at 31 March 2015	140,578	74	-	2,578	2,652	143,230

Statement of changes in equity for the period ended 31 March 2014

	Share capital	Capital reserve	Fair value reserve	Revenue reserve	Total reserves	Total equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 1 January 2014	140,578	74	(214)	(3,147)	(3,287)	137,291
Total comprehensive loss for the period	-	-	87	(387)	(300)	(300)
Balance at 31 March 2014	140,578	74	(127)	(3,534)	(3,587)	136,991

- 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 at the end of the current financial period reported on and as at the end of the corresponding period of the immediate preceding financial year**

There were no changes in the Company's share capital for the first quarter ended 31 March 2015.

The Company has no outstanding convertibles and does 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 current financial period and as at the end of the immediately preceding year**

	Company	
	<u>31.03.2015</u>	<u>31.12.2014</u>
Number of issued shares	836,667,121	836,667,121

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

- 1(d)(iv) A statement showing all sales, transfers, disposals, cancellation and/or use of treasury share as at the end of the current financial period reported on**

Not applicable.

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

The figures have not been audited or reviewed by the auditors.

- 3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of matter)**

Not applicable.

- 4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied**

Except as disclosed in Section 5 below, the Group has applied the same accounting policies and methods of computation in the preparation of the financial statements for the current period as compared with those used in the audited financial statements for the year ended 31 December 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**

The Group has adopted all the new and revised Singapore Financial Reporting Standards (FRS) and Interpretations of FRS ("INT FRS") that are relevant to its operations and effective for annual periods beginning on or after 1 January 2015.

The adoption of the new and revised FRSs and INT FRSs does not result in changes to the Group's accounting policies and has no material effect on the amounts reported for the current or prior period.

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	
		1st quarter ended 31 March 2015	1st quarter ended 31 March 2014
Earnings per ordinary share for the period based on profit attributable to equity holders of the Company			
(i)	Based on weighted average number of ordinary shares on issue	S\$ cents 0.48	0.14
(ii)	On a fully diluted basis	S\$ cents 0.48	0.14

The above earnings per share is calculated based on the Group's profit after tax with total number of ordinary shares in issue of 836,667,121 (2014: 836,667,121) during the respective financial periods.

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

Net asset value per ordinary share based on existing issued share capital as at the end of the period reported on

		31 March 2015	31 December 2014
The Group	S\$ cents	21.60	21.12
The Company	S\$ cents	17.12	16.79

8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-**

(a) **any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**

(b) **any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on**

(a) Review of Statement of comprehensive income

For the first quarter ended 31 March 2015 (1Q2015), the Group achieved net profit of S\$4.1 million, an increase of 208% from S\$1.3 million in the first quarter ended 31 March 2014 (1Q2014). The increase was mainly due to full quarter contributions from the power plant business in Myanmar, which commenced operations on 11 February 2014 and better paper mill business during the current quarter.

Compared with 1Q2014, the Group's revenue and cost of sales were lower by 78% to S\$15.9 million and 83% to S\$11.5 million respectively. The decrease was mainly due to no construction revenue and cost recognised in the current quarter. In 1Q2014, there was power plant's construction cost of S\$58.8 million (US\$46.5 million) recognised as revenue in accordance with the INT FRS 112 Service Concession Arrangements and FRS 11 Construction Contracts upon the power plant turning operational on 11 February 2014.

Contributions from the power plant business, i.e. finance income (interest income on the service concession receivables recognised in respect of the construction service) and operating and maintenance income which were recognised in accordance with INT FRS 112 are relatively steady and assured income with the guaranteed take-up rates from the grantor, Myanma Electric Power Enterprise (MEPE) under the service concession arrangement.

Revenue from the paper business in the current quarter was higher by 21% to S\$13.3 million as compared with 1Q2014 mainly due to higher paper roll sales. Gross profit margin for the current quarter increased from 15% to 18% on a year-on-year basis. The improvement was mainly due to Group's continuing effort in improving production efficiencies and effective costs control.

Other income (net) mainly consisted of foreign exchange gain of S\$1.7 million (1Q2014: foreign exchange loss of S\$42k) arose from strengthening of the United States Dollars against Singapore Dollar. This was partially offset by allowance for impairment of trade receivables of S\$224k (1Q2014: S\$114k).

The increase in selling and distribution expenses was mainly due to higher paper roll sales.

In term of other operating expenses, general and administrative expenses increased by S\$221k or 22% to S\$1.2 million as compared with 1Q2014. The increase was mainly attributed to the fixed overhead costs incurred in relation to the vacant property which was classified as property held-for-sale and expenses incurred in relation to the power plant business.

Overall, the Group reported a net profit attributable to shareholders of S\$4.0 million for the period under review as compared to S\$1.2 million in the previous corresponding period.

(b) (i) Review of Statement of Financial Position

Group level

The long-term and short-term "service concession receivables" relates to the Ywama gas-fired electricity generating power plant. The Group recognised the consideration receivables as financial receivables in accordance with INT FRS 112. The decrease was mainly due to payment received during the current period partially offset by accrued finance income which represents the interest income on the service concession receivables recognised using the effective interest method.

Total current assets increased by S\$6.7 million from S\$85.8 million as at 31 December 2014 to S\$92.5 million as at 31 March 2015 mainly due to higher bank balances generated from operating activities.

With the higher bank balances and zero borrowing, the Group's current ratio increased from 15.0 times to 21.8 times as at 31 March 2015, whilst working capital balance increased from S\$80.1 million to S\$88.2 million. Against 31 December 2014, the Group's total equity increased approximately S\$4.0 million to S\$186.6 million as at 31 March 2015.

Company level

The decrease in non-current assets was mainly due to reclassification of a portion of loan to a subsidiary which is due for repayment within one year to current assets.

Total current assets increased by S\$5.7 million from S\$96.1 million as at 31 December 2014 to S\$101.8 million as at 31 March 2015 mainly due to higher bank balances resulted from principal plus interest repayment of loan by a subsidiary.

(b) (ii) Review of Statement of Cash Flows

As at 31 March 2015, the Group has cash and cash equivalents amounted to S\$47.5 million. This was 16% or S\$6.6 million higher compared to that as at 31 December 2014 due mainly to net cash generated from operations of S\$6.2 million.

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

No forecast 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

Outlook

While the current environment remains challenging, the demand for our two core businesses, electricity in Myanmar and pulp and paper in Malaysia should be relatively stable and our balance sheet is strong. However, there are risks inherent when investing and operating in emerging markets.

The Group will continue to look for more investment opportunities in the region, to increase returns for our shareholders. At the same time, we will continue to be prudent to mitigate risks.

11. Dividend

(a) Period ended 31 March 2015

Any dividend declared for the current financial period reported on?

None.

(b) Period ended 31 March 2014

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

None.

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

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

No dividend has been declared or recommended for the first quarter ended 31 March 2015.

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 Group has not obtained a general mandate from shareholders for Interested Person Transactions.

	Aggregate value of all IPT during the financial period under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all IPT conducted under shareholders' mandate pursuant to Rule 920 of the SGX-ST Listing Manual during the financial period under review (excluding transactions less than \$100,000)
Name of Interested Person		
None	-	-
Total Interested Person Transactions	-	-

14. Status on the use of net proceeds raised from Share Placement (completion of allotment on 16 May 2012)

As stated in the Annual Report 2014, a total of approximately S\$31.3 million of the net Placement proceeds of approximately S\$40.3 million (“Net Proceed”) was utilised as follows:-

- (a) As announced on 28 February 2014, the Company has utilised an amount of S\$24.0 million to satisfy part of the consideration amounting to S\$36.8 million which is due and payable under the Turnkey Agreement.

The Company confirms that the above amounts of proceeds from the Placement were used as previously disclosed.

- (b) As announced on 26 March 2014, the Company has utilised an amount of approximately S\$7.3 million of the Net Proceeds to satisfy the balance of the consideration which is due and payable under the Turnkey Agreement (the “Turnkey Amount”).

The Company notes that the use of the Net Proceeds for the Turnkey Amount represents a change in the intended allocation of the Net Proceeds as stated in its announcement dated 4 May 2012.

The unutilised balance of the Net Proceeds is approximately S\$9.0 million as at the date of this result announcement.

15. Negative assurance confirmation by the Board pursuant to Rule 705 (5) of the Listing Manual

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

BY ORDER OF THE BOARD

Tong Kooi Ong
Executive Chairman

Koh Wan Kai
Executive Director

11 May 2015