



(Company Registration No: 200404900H)

**FIRST QUARTER FINANCIAL STATEMENTS ANNOUNCEMENT FOR THE PERIOD ENDED 31 MARCH 2014**

**PART 1 – INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3) RESULTS**

1(a) – An income statement and 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) Income Statement

	Group \$'000		
	1st quarter ended 31.03.14	1st quarter ended 31.03.13	% Change
<b><u>Continuing Operations</u></b>			
Revenue	27,824	19,937	40%
Cost of sales	(21,296)	(13,658)	56%
<b>Gross profit</b>	<b>6,528</b>	<b>6,279</b>	4%
Other operating income	108	185	(42%)
Selling & Distribution expenses	(3,118)	(2,678)	16%
Administrative expenses	(2,786)	(2,619)	6%
Finance costs	(343)	(187)	83%
<b>Profit from operations</b>	<b>389</b>	<b>980</b>	(60%)
Share of results of associated companies	5	(78)	N.M
Share of results of a joint venture	210	85	147%

<b>Profit before taxation</b>	<b>604</b>	<b>987</b>	(39%)
Tax expense	(456)	(445)	2%
<b>Profit from continuing operations, net of tax</b>	<b>148</b>	<b>542</b>	(73%)
<b><u>Discontinued operations</u></b>			
Profit from discontinued operations, net of tax	<b>390</b>	<b>633</b>	(38%)
<b>Net profit for the period</b>	<b>538</b>	<b>1,175</b>	(54%)
<b>Attributable to:</b>			
<b>Equity holders of the Company</b>	<b>1,416</b>	<b>1,875</b>	(24%)
<b>Non-controlling interests</b>	<b>(878)</b>	<b>(700)</b>	25%
	<b>538</b>	<b>1,175</b>	(54%)

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

	<b>1st quarter ended 31.3.14</b>	<b>1st quarter ended 31.3.13</b>	<b>% Change</b>
<b>Net profit for the period</b>	<b>538</b>	<b>1,175</b>	(54%)
Other comprehensive income:			
Exchange differences on translation of the financial statements of foreign entities (net)	(71)	(274)	(74%)
<b>Total comprehensive income for the period</b>	<b>467</b>	<b>901</b>	(48%)
Total comprehensive income attributable to:			
Equity holders of the Company	<b>1,366</b>	<b>1,572</b>	(13%)
Non-controlling interests	(899)	(671)	(34%)
<b>Total comprehensive income for the period</b>	<b>467</b>	<b>901</b>	(48%)

## 1(a)(ii) Notes to income statement

	<b>Group</b>		<b>% Change</b>
	<b>(S\$'000)</b>	<b>(S\$'000)</b>	
	<b>1st quarter ended 31.3.14</b>	<b>1st quarter ended 31.3.13</b>	
<b><u>Continuing operations</u></b>			
Other income including interest income	161	99	63%
Interest on borrowings	(343)	(143)	140%
Depreciation of property, plant and equipment	(877)	(427)	105%
Gain on disposal of property, plant and equipment	39	-	N.M
Foreign exchange (loss)/gain	(53)	85	N.M
Reversal/(Provision) for stock obsolescence	5	(206)	(98%)
Write-back of allowance for doubtful debts	133	92	45%
Reversal for warranty	13	-	N.M
<b><u>Discontinued operations</u></b>			
Other income including interest income	14	50	(72%)
Interest on borrowings	(17)	(44)	(61%)
Foreign exchange gain	728	613	19%
Provision for stock obsolescence	-	(6)	N.M
Allowance for doubtful debts	-	(67)	N.M
<b><u>Total</u></b>			
Other income including interest income	175	149	17%
Interest on borrowings	(360)	(187)	93%
Depreciation of property, plant and equipment	(877)	(427)	105%
Gain on disposal of property, plant and equipment	39	-	N.M
Foreign exchange gain	675	698	(3%)
Reversal/(Provision) for stock obsolescence	5	(212)	(98%)
Write-back of allowance for doubtful debts	133	25	432%
Reversal for warranty	13	-	N.M

**N.M. – 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 immediate preceding financial year.

	<b>31.3.14</b>	<b>31.12.13</b>	<b>31.3.14</b>	<b>31.12.13</b>
<b>Non-current assets</b>				
Property, plant and equipment	48,869	49,301	-	-
Investment in subsidiaries	-	-	13,880	13,880
Investment in associated companies	6,683	6,612	6,235	6,235
Investment in a joint venture	2,198	2,353	807	809
Deferred tax assets	83	81	-	-
Intangible assets	227	227	49	49
	<b>58,060</b>	<b>58,574</b>	<b>20,971</b>	<b>20,973</b>

**Current assets**

Inventories	41,786	40,954		
Due from customers on construction contracts	2,978	4,584	-	-
Amount due from joint venture (trade)	482	258	-	-
Trade receivables	30,183	29,911	-	-
Other receivables	2,182	2,966	22,421	24,419
Cash and cash equivalents	13,898	12,468	4,714	2,222
	91,509	91,141	27,135	26,641
Disposal group assets classified as held for sale	7,323	6,915	-	-
<b>Total current assets</b>	<b>98,832</b>	<b>98,056</b>	<b>27,135</b>	<b>26,641</b>

**Total assets**

<b>156,892</b>	<b>156,630</b>	<b>48,106</b>	<b>47,614</b>
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**Non-current liabilities**

Deferred tax liability	658	662	-	-
Finance lease liabilities	787	750	-	-
	1,445	1,412	-	-

**Current liabilities**

Due to customers on construction contracts	2,297	1,360	-	-
Trade payables	12,774	16,591	-	-
Other payables	9,380	9,347	760	479
Bank borrowings	46,511	44,093	-	-
Finance lease liabilities	192	179	-	-
Tax payable	2,074	1,939	154	196
	73,228	73,509	914	675
Liabilities directly associated with disposal group classified as held for sale	688	645	-	-
<b>Total current liabilities</b>	<b>73,916</b>	<b>74,154</b>	<b>914</b>	<b>675</b>

**Total liabilities**

<b>75,361</b>	<b>75,566</b>	<b>914</b>	<b>675</b>
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**Net assets**

<b>81,531</b>	<b>81,064</b>	<b>47,192</b>	<b>46,939</b>
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**Shareholders' equity**

Share capital	43,461	43,461	43,461	43,461
Translation reserves	787	837	-	-
Accumulated profits	40,570	39,154	3,731	3,478
Attributable to equity holders of the Company	<b>84,818</b>	<b>83,452</b>	<b>47,192</b>	<b>46,939</b>
Non-controlling interests	(3,287)	(2,388)	-	-
<b>Total shareholders' equity</b>	<b>81,531</b>	<b>81,064</b>	<b>47,192</b>	<b>46,939</b>

**1(b)(ii) In relation to the aggregate amount of the Group's borrowings and debt securities, specify the following as at the financial period reported on with comparative figures as at the end of the immediate preceding financial year:**

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

As at 31.03.14 (\$'000)		As at 31.12.13 (\$'000)	
Secured	Unsecured	Secured	Unsecured
35,158	11,353	32,900	11,437

**Amount repayable after one year**

As at 31.03.14 (\$'000)		As at 31.12.13 (\$'000)	
Secured	Unsecured	Secured	Unsecured
-	-	-	-

**Details of any collateral**

The Group's banking facilities were secured by the following:

- (a) Legal charge on the Group's leasehold property with net book value of \$11.52million (31.12.2013: \$11.72million)
- (b) Corporate guarantee by the Company and a minority shareholder of a subsidiary.
- (c) Fixed deposits of certain subsidiaries.
- (d) Joint and several guarantees by certain directors of certain subsidiaries.
- (e) Fixed charge for all monies over a subsidiary's present and future contracts financed or to be financed directly or indirectly, wholly or partly.
- (f) Existing first fixed charge over a subsidiary fixed property and assets.

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

	<b>Group \$'000</b>	
	<b>1st quarter ended 31.03.14</b>	<b>1st quarter ended 31.03.13</b>
<b>Cash flows from operating activities</b>		
Profit before tax from continuing operations	604	987
Profit before tax from discontinued operations	264	599
<b>Adjustments for :</b>		
Depreciation	877	427
Interest income	(5)	(10)
Interest expense	360	187
Share of results of a joint venture	(210)	(85)
Gain on disposal of property, plant and equipment	(39)	-
Share of results of associated companies	(5)	78
<b>Operating cash before movements in working capital</b>	<b>1,846</b>	<b>2,183</b>
Inventories	(832)	(727)
Due from customers on construction contract, net	2,543	5,342
Receivables	228	10,201
Payables	(3,784)	(8,951)
Currency translation adjustments	(143)	(657)
<b>Net cash generated from operations</b>	<b>(142)</b>	<b>7,391</b>
Interest paid	(360)	(187)
Income tax (paid)/refund	(195)	54
<b>Net cash (used in) /from operating activities</b>	<b>(697)</b>	<b>7,258</b>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(608)	(4,881)
Proceeds from disposal of property, plant and equipment	46	-
Interest received	5	10
Investment in an associated company	(66)	-
Contributions from non-controlling interest	-	13
Decrease in fixed deposit under pledge	24	46
Dividend received from a joint venture	363	355
<b>Net cash used in investing activities</b>	<b>(236)</b>	<b>(4,457)</b>

<b>Cash flows from financing activities</b>		
Proceeds from bank borrowings	-	7,365
Repayment of bank borrowings	(1,123)	(5,162)
Proceed from/(Repayment of) short term loan	3,543	(2,840)
Repayment of finance lease liabilities	(48)	(2)
<b>Net cash from/(used in) financing activities</b>	<b>2,372</b>	<b>(639)</b>
Net increase in cash and cash equivalents	1,439	2,162
Cash and cash equivalents at beginning of period	10,389	12,275
Effect of exchange rate changes on cash and cash equivalents	15	7
<b>Cash and cash equivalents at end of period</b>	<b>11,843</b>	<b>14,444</b>
<b>Cash and cash equivalents comprises the following</b>		
Cash and cash equivalents	13,898	16,552
Less: Fixed deposits	(2,055)	(2,108)
<b>Cash and cash equivalents as per statement of cash flows</b>	<b>11,843</b>	<b>14,444</b>

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

<b>Group</b>	<b>(\$'000)</b>					
	<b>Share capital</b>	<b>Translation reserves</b>	<b>Accumulated profits</b>	<b>Total</b>	<b>Non-Controlling interests</b>	<b>Total shareholders' equity</b>
At 1 January 2014	<b>43,461</b>	<b>837</b>	<b>39,154</b>	<b>83,452</b>	<b>(2,388)</b>	<b>81,064</b>
Currency translation differences arising on consolidation, net of tax	-	(50)	-	(50)	(21)	(71)
Profit for the period	-	-	1,416	1,416	(878)	538
<b>Balance At 31 March 2014</b>	<b>43,461</b>	<b>787</b>	<b>40,570</b>	<b>84,818</b>	<b>(3,287)</b>	<b>81,531</b>

At 1 January 2013	<b>43,461</b>	<b>(106)</b>	<b>39,160</b>	<b>82,515</b>	<b>830</b>	<b>83,345</b>
Currency translation differences arising on consolidation, net of tax	-	(303)	-	(303)	29	(274)
Changes in ownership interest in a subsidiary	-	-	8	8	5	13
Profit for the period	-	-	1,875	1,875	(700)	1,175
<b>Balance At 31 March 2013</b>	<b>43,461</b>	<b>(409)</b>	<b>41,043</b>	<b>84,095</b>	<b>164</b>	<b>84,259</b>

**Company**

**(\$'000)**

	<b>Share capital</b>	<b>Accumulated profits</b>	<b>Total shareholders' equity</b>
At 1 January 2014	43,461	3,478	46,939
Profit for the period	-	253	253
<b>Balance at 31 March 2014</b>	<b>43,461</b>	<b>3,731</b>	<b>47,192</b>
At 1 January 2013	43,461	3,943	47,404
Profit for the period	-	633	633
<b>Balance at 31 March 2013</b>	<b>43,461</b>	<b>4,576</b>	<b>48,037</b>

**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.**

	<b>31.03.14</b>	<b>31.12.13</b>
Total number of issued shares (excluding treasury shares)	480,000,000	480,000,000



**1(d)(iv) A statement showing all sales, transfer, 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. (e.g. the Singapore Standard on Auditing 910 (Engagements to Review Financial Statements), or an equivalent standard)**

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.**

The Group has applied the same accounting policies and methods of computation in the financial statements for the current reporting period as in the latest audited annual financial statements for the financial year ended 31 December 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.**

The adoption of the new and revised FRSs is assessed to have no material impact to the results of the Group and of the Company for the period ending 31 March 2014.

**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.**

Earnings per ordinary share for the period based on net profit attributable to shareholders:-

**Group**

	<b>1st quarter ended 31.03.14</b>	<b>1st quarter ended 31.03.13</b>
(i) Based on number of ordinary shares in issue:		
- Continuing operations	0.21 cents	0.26 cents
- Discontinued operations	0.09 cents	0.13 cents
Number of ordinary shares in issue	480,000,000	480,000,000
(ii) On a fully diluted basis:		
- Continuing operations	0.21 cents	0.26 cents
- Discontinued operations	0.09 cents	0.13 cents
Diluted number of ordinary shares in issue	480,000,000	480,000,000

**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**

	<b>Group</b>		<b>Company</b>	
	<b>31.03.14</b>	<b>31.12.13</b>	<b>31.03.14</b>	<b>31.12.13</b>
Net asset value per ordinary share based on existing share capital	18 cents	17 cents	10 cents	10 cents

**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 followings:-**

- (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.**

**Revenue****(1Q2014Vs1Q2013)**

	<b>Group</b>		
	<b>1Q2014 \$'000</b>	<b>1Q2013 \$'000</b>	<b>% Change</b>
<b>Supply Chain Management</b>			
Marine cables and accessories	9,364	10,953	(15%)
Marine lighting equipment and accessories	3,464	2,923	22%
Others	1,744	1,402	28%
	<b>14,572</b>	<b>15,278</b>	<b>(5%)</b>

<b>Manufacturing</b>			
Marine switchboards	4,516	2,567	76%
Galvanized steel wire	5,171	739	600%
	<b>9,687</b>	<b>3,306</b>	193%
<b>Engineering Services</b>			
Engineering and installation	<b>3,565</b>	<b>1,353</b>	163%
<b>Total sales revenue</b>	<b>27,824</b>	<b>19,937</b>	40%

### **Supply Chain Management**

Supply Chain Management Division accounts for 52% of the Group's turnover in 1Q2014, of which marine cables and accessories contributed 64%, marine lighting equipment and accessories 24% and others 12%. Revenue from Supply Chain Management Division decreased marginally.

### **Manufacturing**

Manufacturing Division accounts for 35% of the Group's turnover in 1Q2014, of which marine switchboards contributed 47% and galvanized steel wire 53%. The increase in revenue from marine switchboards is due mainly to higher deliveries to an existing major customer as well as new customers in 1Q2014. The increase in revenue from galvanized steel wire is due mainly to the commencement of production of galvanized steel wire in Oman in 4Q2013.

### **Engineering Services**

Engineering Services Division accounts for 13% of the Group's turnover in 1Q2014. The increase in revenue is due to the significant contribution from a major project which is nearing completion in 1Q2014 as compared to 1Q2013 where there is no significant project.

### **Geographical segment**

Revenue derived from Singapore decreased marginally by \$271,000 or 2% from \$13.0million in 1Q2013 to \$12.7million in 1Q2014.

Revenue derived from overseas increased by \$8.1million or 117% from \$7.0million in 1Q2013 to \$15.1million in 1Q2014. This is due mainly to higher contribution from the Group's Engineering Services Division which derived its revenue substantially from overseas customers, and commencement of production of our galvanized steel wire factory in Oman in 4Q2013.

### **Gross profit**

The Group's overall gross profit increased marginally by \$250,000 or 4% from \$6.28million in 1Q2013 to \$6.53million in 1Q2014 due to higher revenue. The Group's overall gross margin decreased 8% from 31% in 1Q2013 to 23% in 1Q2014 due mainly to the higher contributions from galvanized steel wire business in Manufacturing Division and from Engineering Division which yields lower gross margins.

**Other operating income**

The decrease in other operating income in 1Q2014 is due mainly to a foreign exchange loss as compared to a gain in 1Q2013.

**Operating expenses**

The Group's operating expenses comprise mainly selling & distribution and administrative expenses. The higher selling & distribution expense is due mainly to Gulf Specialty Steel Industries LLC ("GSS") ceasing to capitalize its manpower and other costs after the factory commenced production in Q42013 and increase in marketing expenses for the Supply Chain Management division as a result of increased marketing efforts in 1Q2014. The administrative expense remains comparably unchanged during 1Q2014.

**Share of results in associated companies**

The share of profit in associated companies in 1Q2014 as compared to the share of loss in 1Q2013 is due mainly to more orders secured by General Luminaire (Shanghai) Co. Ltd, a subsidiary of an associated company, GL Lighting Holding Pte Ltd.

**Share of results of a joint venture**

The increase in share of results in a joint venture is due to Dream Marine Ship Spare Parts Trading LLC has secured more orders as a result of a competitor facing agency problems in 1Q2014.

**Interest on borrowing**

The increase in interest on borrowings in 1Q2014 as compared to 1Q2013 is due mainly to GSS ceasing to capitalize its borrowing cost after the commencement of production of galvanized steel wire in Oman in 4Q2013.

**Depreciation**

The increase in depreciation in 1Q2014 as compared to 1Q2013 is due mainly to Gulf Specialty Steel Industries LLC has started to depreciate its plant and equipment after the commencement of production of galvanized steel wire in Oman in 4Q2013.

**Discontinued Operations****Disposal group assets classified as held for sale****Liabilities directly associated with disposal group classified as held for sale**

With reference to the Group's announcement of 2 March 2013 to the SGX, the Board had decided to discontinue the operations of the subsidiary in Batam. Accordingly, the entire results from the subsidiaries are presented separately on income statement as "Profit from discontinued operations, net of tax".

The Group recorded a profit from discontinued operations, net of tax, of \$390,000 as stated in detail below:

	<b>Group</b>	
	<b>1Q2014</b>	<b>1Q2013</b>
	<b>\$'000</b>	<b>\$'000</b>
<b><u>Discontinued operations</u></b>		
Revenue	371	2,938
Cost of sales	(327)	(2,122)
<b>Gross profit</b>	44	816
Other operating income / (expenses)	741	663
Selling & Distribution expenses	(202)	(622)
Administrative expenses	(302)	(214)
Finance costs	(17)	(44)
<b>Profit before taxation</b>	264	599
Tax credit	126	34
<b>Net profit for the period</b>	390	633

Discontinued operations' overall gross profit decreased by \$772,000 or 95% from \$\$816,000 in 1Q2013 to \$\$44,000 in 1Q2014 due to lower revenue.

The increase in other operating income is due mainly to a higher foreign exchange gain in 1Q2014 as compared to 1Q2013. The foreign exchange gain is due to the appreciation in value of Indonesian Rupiah against Singapore Dollar as the subsidiary's payables are denominated in Singapore Dollars.

The lower selling & distribution in 1Q2014 is due mainly to Discontinued Operations' reduced business activity and consequently its related expenses in 1Q2014. The higher administration expense is due mainly to an increase in legal and professional fees in 1Q2014.

## **Balance Sheet and Cash Flow Analysis**

### **Investment in associated companies**

The increase in investment in associated Company is due mainly to the share of profit from associated companies during 1Q2014 and additional investment in Z-Power Automation (Vietnam) Co., Ltd.

### **Investment in a joint venture**

The decrease in investment in a joint venture is due mainly to the declaration of dividend by the joint venture to the Group, offset by the share of profits in the joint venture in 1Q2014.

**Due from customers on construction contracts**

The decrease in amount due from customers on construction contracts is due to certain unbilled work-in-progress of projects from the Engineering Services Division and Discontinued Operations being delivered and invoiced during 1Q2014.

**Other receivables**

The decrease in other receivables of \$784,000 is due mainly to the collection of sales proceeds for a crane which was disposed in 1Q2014 from Discontinued Operations.

**Disposal group assets classified as held for sale****Liabilities directly associated with disposal group classified as held for sale**

<b>Details of disposal group classified as held for sale are as follows:</b>	<b>31.03.14 \$'000</b>	<b>31.12.13 \$'000</b>
Property, plant and equipment	6,954	6,608
Other receivables	355	294
Cash and cash equivalent	14	13
	<u>7,323</u>	<u>6,915</u>

**Liabilities directly associated with disposal group classified as held for sale:**

Deferred tax liabilities	684	643
Other payables	4	2
	<u>688</u>	<u>645</u>

The increase in property, plant and equipment, other receivables and deferred tax liabilities is due mainly to the appreciation of Indonesian Rupiah as these items are denominated in Indonesian Rupiah.

**Due to customers on construction contracts**

The increase in due to customers on construction contracts is due to 2 major projects billed in advance in 1Q2014 by Engineering Services Division.

**Trade payables**

Trade payables decreased by \$3.8million from \$16.6million in FY2013 to \$12.8million in 1Q2013. This is due mainly to repayment of trade payables from the proceeds of completed projects during 1Q2014.

**Cash flow**

Net cash and cash equivalent increased by \$1.4million in 1Q2014 as compared to an increase of \$2.2million in 1Q2013. This is due mainly to the collections of receivables from Discontinued Operations from its completed projects and partially offset by repayment to its suppliers.

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

Not applicable.

**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.**

For the offshore oil & gas sector, the global outlook for capital expenditure on new offshore oil-related contracts in 2014 remains positive. For the marine and shipping industry, the Group believes it will soon see an end to a five-year downturn. The Group expects the positive news emanating from both the offshore oil & gas and marine & shipping industries to favourably impact our business prospects. We have recently clinched several new major contracts in our Manufacturing division which has boosted our order book significantly.

The Group will continue to be on the lookout for business expansion opportunities which may include acquisitions, joint ventures and/or strategic alliances with the aim of enhancing shareholder value.

**11. Dividend****(a) Current Financial Period Reported On?**

**Any dividend declared for the current financial period reported on?**

Nil

**(b)Corresponding Period of the Immediately Preceding Financial Year**

Nil

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

**(c) Date payable**

Not applicable

**(d) Books closure date**

Not applicable

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

Not applicable.

**13. Interested Person Transactions**

**[Note Rule 920(1)(a)(ii) – An issuer must announce the aggregate value of transactions conducted pursuant to the general mandate for interested person transactions for the financial periods which it is required to report on pursuant to Rule 705.]**

The Group has not obtained a shareholder’s mandate pursuant to Rule 920 of the Listing Manual of the Singapore Exchange Securities Trading Limited.

**14. Negative assurance confirmation**

The Board of Directors confirms that, to the best of its knowledge, nothing has come to its attention which may render the unaudited interim financial results for the financial period ended 31 March 2014 to be false or misleading, in any material respect.

On behalf of the Board of Directors

Alvin Lim Hwee Hong  
Executive Chairman  
14 May 2014

Vincent Lim Hui Eng  
Chief Executive Officer  
14 May 2014