



## **KSH Holdings Limited**

(Company Registration Number: 200603337G)  
(Incorporated in the Republic of Singapore on 9 March 2006)

### **UNAUDITED FULL YEAR FINANCIAL STATEMENTS & DIVIDEND ANNOUNCEMENT FOR THE YEAR ENDED 31 MARCH 2017**

**UNAUDITED FULL YEAR FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE YEAR ENDED 31 MARCH 2017**

1 (a) (i) 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.

**INCOME STATEMENT**

**GROUP**

|  | <b>YEAR ENDED</b> |                   | increase/<br>(decrease)<br>% |
|--|-------------------|-------------------|------------------------------|
|  | <b>31.03.2017</b> | <b>31.03.2016</b> |                              |
|  | <b>S\$'000</b>    | <b>S\$'000</b>    |                              |
| <b>REVENUE</b>   |                   |                   |                              |
| Project revenue  | 193,596           | 239,182           | (19.1)                       |
| Rental income from investment properties   | 5,668             | 6,272             | (9.6)                        |
|  | <b>199,264</b>    | <b>245,454</b>    | (18.8)                       |
| Other income   | 8,364             | 9,041             | (7.5)                        |
| Cost of construction   | (151,874)         | (202,962)         | (25.2)                       |
| Personnel expenses   | (11,839)          | (14,857)          | (20.3)                       |
| Depreciation of property, plant and equipment  | (1,962)           | (2,017)           | (2.7)                        |
| Finance costs  | (2,536)           | (6,520)           | (61.1)                       |
| Other operating expenses   | (6,673)           | (9,818)           | (32.0)                       |
|  | (174,884)         | (236,174)         | (26.0)                       |
| <b>Profit from operations before share of results of associates and joint ventures</b> | <b>32,744</b>     | <b>18,321</b>     | 78.7                         |
| Share of results of associates   | 8,486             | 48,427            | (82.5)                       |
| Share of results of joint ventures   | 5,747             | (273)             | <i>nm</i>                    |
| <b>Profit before taxation</b>  | <b>46,977</b>     | <b>66,475</b>     | (29.3)                       |
| Tax expense  | (5,566)           | (4,624)           | 20.4                         |
| <b>Net profit for the financial year</b>   | <b>41,411</b>     | <b>61,851</b>     | (33.0)                       |
| <b>Attributable to:</b>  |                   |                   |                              |
| - Owners of the Company  | 40,975            | 61,487            | (33.4)                       |
| - Non-controlling interests  | 436               | 364               | 19.8                         |
|  | <b>41,411</b>     | <b>61,851</b>     | (33.0)                       |

*nm: not meaningful*

1 (a) (i) STATEMENT OF COMPREHENSIVE INCOME

|  | GROUP                |                      |                         |
|--|----------------------|----------------------|-------------------------|
|  | YEAR ENDED           |                      | increase/<br>(decrease) |
|  | 31.03.2017           | 31.03.2016           |                         |
|  | S\$'000              | S\$'000              |                         |
| <b>Net profit for the financial year</b>                             | <b>41,411</b>        | <b>61,851</b>        | (33.0)                  |
| <b>Other comprehensive income:</b>                                   |                      |                      |                         |
| Items that will not be reclassified to profit or loss                |                      |                      |                         |
| - Share of gain on property revaluation of associates                | 219                  | -                    | <i>nm</i>               |
|  | <u>219</u>           | <u>-</u>             | <i>nm</i>               |
| Items that may be reclassified subsequently to profit or loss        |                      |                      |                         |
| - Foreign currency translation                                       | (3,532)              | (8,236)              | (57.1)                  |
| <b>Other comprehensive income for the financial year, net of tax</b> | <b>(3,313)</b>       | <b>(8,236)</b>       | <b>(59.8)</b>           |
| <b>Total comprehensive income for the financial year</b>             | <b><u>38,098</u></b> | <b><u>53,615</u></b> | <b>(28.9)</b>           |
| <b>Total comprehensive income attributable to:</b>                   |                      |                      |                         |
| - Owners of the Company  | 38,338               | 54,969               | (30.3)                  |
| - Non-controlling interests  | (240)                | (1,354)              | (82.3)                  |
| <b>Total comprehensive income for the financial year</b>             | <b><u>38,098</u></b> | <b><u>53,615</u></b> | <b>(28.9)</b>           |

*nm: not meaningful*

**1 (a) (ii) NOTES TO THE INCOME STATEMENT**

|  | <b>GROUP</b>      |                   |                         |
|--|-------------------|-------------------|-------------------------|
|  | <b>YEAR ENDED</b> |                   |                         |
|  | <b>31.03.2017</b> | <b>31.03.2016</b> | increase/<br>(decrease) |
|  | <b>S\$'000</b>    | <b>S\$'000</b>    | %                       |
| The Group's profit before taxation is arrived at after crediting/(charging) the following:   |                   |                   |                         |
| Interest income  | 5,470             | 6,875             | (20.4)                  |
| Allowance for doubtful debts   | -                 | (157)             | (100.0)                 |
| Write-back of doubtful debts   | 23                | 3                 | <i>nm</i>               |
| Gain/(loss) on fair value adjustments of investment properties, net  | 17                | (225)             | <i>nm</i>               |
| Amortisation of club membership  | (2)               | (2)               | -                       |
| Amortisation of issuance costs on term notes   | (68)              | (500)             | (86.4)                  |
| Gain on acquisition of an associate  | 136               | -                 | <i>nm</i>               |
| Impairment loss on loan due from an associate  | (62)              | (1,263)           | <i>nm</i>               |
| Gain on sale of quoted equity (other investments)  | 1                 | -                 | <i>nm</i>               |
| Fair value gain on structured deposits   | 17                | 15                | 13.3                    |
| Gain/(loss) on sale of plant and equipment   | 119               | (165)             | <i>nm</i>               |
| Foreign exchange loss, net   | (1,593)           | (536)             | <i>nm</i>               |
| Interest expense   | (2,513)           | (6,510)           | (61.4)                  |
| Profit after taxation before non-controlling interests as a percentage of turnover   | 20.78%            | 25.20%            | (17.5)                  |
| Profit after taxation attributable to Owners of the Company as a percentage of the Group's Issued Capital and Reserves before non-controlling interests at 31 March 2017 and 31 March 2016 | 12.77%            | 20.97%            | (39.1)                  |

*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.

**STATEMENT OF FINANCIAL POSITION**

|  | GROUP          |                | COMPANY       |                 |
|--|----------------|----------------|---------------|-----------------|
|  | 31.03.2017     | 31.03.2016     | 31.03.2017    | 31.03.2016      |
|  | S\$'000        | S\$'000        | S\$'000       | S\$'000         |
| <b>ASSETS</b>  |                |                |               |                 |
| <b>Non-current assets</b>  |                |                |               |                 |
| Property, plant and equipment                                      | 6,726          | 8,572          | -             | -               |
| Investments in subsidiaries  | -              | -              | 16,791        | 16,791          |
| Interests in associates  | 156,504        | 179,870        | -             | -               |
| Interests in joint ventures  | 44,657         | 37,912         | -             | -               |
| Investment properties  | 120,109        | 123,340        | -             | -               |
| Amount due from a minority shareholder of a subsidiary (non-trade) | 2,242          | 2,311          | -             | -               |
| Amounts due from subsidiaries (non-trade)                          | -              | -              | 77,954        | 121,064         |
| Trade receivables  | -              | 9,741          | -             | -               |
| Other receivables  | 2,225          | 2,208          | -             | -               |
| Club membership  | 37             | 39             | -             | -               |
| Other investments  | -              | 1              | -             | -               |
| Structured deposits  | 1,019          | 1,002          | -             | -               |
|  | <b>333,519</b> | <b>364,996</b> | <b>94,745</b> | <b>137,855</b>  |
| <b>Current assets</b>  |                |                |               |                 |
| Trade receivables  | 33,769         | 31,014         | -             | -               |
| Other receivables and deposits                                     | 1,451          | 4,166          | 20            | 26              |
| Prepayments  | 401            | 411            | 18            | 34              |
| Construction work-in-progress in excess of progress billings       | 1,945          | 6,840          | -             | -               |
| Fixed deposits   | 89,673         | 177,854        | 17,444        | 17,248          |
| Cash and bank balances   | 56,180         | 15,155         | 1,038         | 3,604           |
|  | <b>183,419</b> | <b>235,440</b> | <b>18,520</b> | <b>20,912</b>   |
| <b>LIABILITIES</b>   |                |                |               |                 |
| <b>Current liabilities</b>   |                |                |               |                 |
| Trade payables   | 17,741         | 20,393         | -             | -               |
| Other payables and accruals  | 58,041         | 69,704         | 3,930         | 7,307           |
| Deferred income  | 88             | 131            | -             | -               |
| Finance lease obligations  | 223            | 216            | -             | -               |
| Provision for income tax   | 5,248          | 3,792          | 444           | 243             |
| Progress billings in excess of construction work-in-progress       | 5,946          | 26,437         | -             | -               |
| Term notes, unsecured  | -              | 70,682         | -             | 70,682          |
| Bank term loans, secured   | 38,642         | 13,543         | 1,140         | -               |
| Bills payable to banks, secured                                    | 513            | 316            | -             | -               |
|  | <b>126,442</b> | <b>205,214</b> | <b>5,514</b>  | <b>78,232</b>   |
| <b>Net current assets/(liabilities)</b>                            | <b>56,977</b>  | <b>30,226</b>  | <b>13,006</b> | <b>(57,320)</b> |

STATEMENT OF FINANCIAL POSITION

|   | GROUP                 |                       | COMPANY              |                      |
|---|-----------------------|-----------------------|----------------------|----------------------|
|   | 31.03.2017            | 31.03.2016            | 31.03.2017           | 31.03.2016           |
|   | S\$'000               | S\$'000               | S\$'000              | S\$'000              |
| <b>Non-current liabilities</b>                      |                       |                       |                      |                      |
| Trade payables                                      | 1,321                 | 5,115                 | -                    | -                    |
| Other payables and accruals                         | 186                   | 190                   | -                    | -                    |
| Amounts due to subsidiaries (non-trade)             | -                     | -                     | 34,354               | 8,224                |
| Finance lease obligations                           | 413                   | 636                   | -                    | -                    |
| Bank term loans, secured                            | 26,934                | 54,173                | 8,385                | -                    |
| Deferred tax liabilities                            | 18,809                | 19,541                | -                    | -                    |
|   | <u>47,663</u>         | <u>79,655</u>         | <u>42,739</u>        | <u>8,224</u>         |
| <b>NET ASSETS</b>                                   | <b><u>342,833</u></b> | <b><u>315,567</u></b> | <b><u>65,012</u></b> | <b><u>72,311</u></b> |
| <b>EQUITY</b>                                       |                       |                       |                      |                      |
| <b>Equity attributable to Owners of the Company</b> |                       |                       |                      |                      |
| Share capital                                       | 50,915                | 50,915                | 50,915               | 50,915               |
| Treasury shares                                     | -                     | (3,354)               | -                    | (3,354)              |
| Translation reserve                                 | 127                   | 2,982                 | -                    | -                    |
| Accumulated profits                                 | 265,714               | 239,521               | 11,468               | 22,594               |
| Other reserves                                      | 3,993                 | 3,178                 | 2,629                | 2,156                |
|   | <u>320,749</u>        | <u>293,242</u>        | <u>65,012</u>        | <u>72,311</u>        |
| Non-controlling interests                           | 22,084                | 22,325                | -                    | -                    |
| <b>TOTAL EQUITY</b>                                 | <b><u>342,833</u></b> | <b><u>315,567</u></b> | <b><u>65,012</u></b> | <b><u>72,311</u></b> |

1(b)(ii) GROUP'S BORROWINGS AND DEBT SECURITIES

| <b>The amount repayable in one year or less, or on demand</b> |           |                      |           |
|---|-----------|----------------------|-----------|
| <b>At 31.03.2017</b>  |           | <b>At 31.03.2016</b> |           |
| Secured   | Unsecured | Secured              | Unsecured |
| S\$'000   | S\$'000   | S\$'000              | S\$'000   |
| 39,378  | -         | 14,075               | 70,682    |

| <b>The amount repayable after one year</b> |           |                      |           |
|--|-----------|----------------------|-----------|
| <b>At 31.03.2017</b>                       |           | <b>At 31.03.2016</b> |           |
| Secured                                    | Unsecured | Secured              | Unsecured |
| S\$'000                                    | S\$'000   | S\$'000              | S\$'000   |
| 27,347                                     | -         | 54,809               | -         |

**Details of any collaterals:**

The Group's borrowings are secured by way of:

- 1) Assignment of progress payments from the developer for certain on-going construction projects;
- 2) Letters of assignment of certain progress payments and retention monies due to the Group;
- 3) First legal mortgage on the Group's investment properties and leasehold factory building;
- 4) Charge on fixed deposits and structured deposits;
- 5) First charge over the contract proceeds/project account arising from the construction project financed;
- 6) A first legal mortgage over the development property of a joint venture;
- 7) Legal assignment of sales proceeds from the development property of a joint venture;
- 8) Legal assignment of tenancy, rental, lease and licence agreements from development property of a joint venture;
- 9) Legal assignment of the construction contract(s) and performance bonds from development property of a joint venture;
- 10) Legal assignment of fire insurance policy from development property of a joint venture;
- 11) Corporate guarantees from all the shareholders of a joint venture in equal share ratio; and
- 12) Debenture over all present and future assets of a joint venture.

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

**STATEMENT OF CASH FLOWS**

|   | <b>GROUP</b>      |                   |
|---|-------------------|-------------------|
|   | <b>YEAR ENDED</b> |                   |
|   | <b>31.03.2017</b> | <b>31.03.2016</b> |
|   | <b>S\$'000</b>    | <b>S\$'000</b>    |
| <b>Operating activities</b>   |                   |                   |
| Profit before taxation  | 46,977            | 66,475            |
| <b>Adjustments:</b>   |                   |                   |
| Depreciation of property, plant and equipment                               | 1,962             | 2,017             |
| Amortisation of club membership   | 2                 | 2                 |
| Amortisation of issuance costs on term notes                                | 68                | 500               |
| Gain on acquisition of an associate   | (136)             | -                 |
| (Gain)/loss on sale of plant and equipment                                  | (119)             | 165               |
| Gain on sale of quoted equity (other investments)                           | (1)               | -                 |
| (Gain)/loss on fair value adjustments of investment properties              | (17)              | 225               |
| Fair value gain on structured deposits                                      | (17)              | (15)              |
| Impairment loss on loan due from an associate                               | 62                | 1,263             |
| Write-back of doubtful debts  | (23)              | (3)               |
| Allowance for doubtful debts  | -                 | 157               |
| Interest expense  | 2,513             | 6,510             |
| Interest income   | (5,470)           | (6,875)           |
| Share of results of associates  | (8,486)           | (48,427)          |
| Share of results of joint ventures  | (5,747)           | 273               |
| <b>Operating cash flows before changes in working capital</b>               | <b>31,568</b>     | <b>22,267</b>     |
| Decrease/(increase) in:   |                   |                   |
| Trade and other receivables, deposits and prepayments                       | 9,710             | 15,333            |
| Construction work-in-progress, net  | (15,596)          | 12,880            |
| (Decrease)/increase in:   |                   |                   |
| Trade and other payables and accruals                                       | (18,097)          | 4,860             |
| Deferred income   | (44)              | (175)             |
| <b>Cash flows generated from operations</b>                                 | <b>7,541</b>      | <b>55,165</b>     |
| Income taxes paid   | (4,385)           | (2,472)           |
| Interest income received  | 5,470             | 6,875             |
| Exchange differences  | 253               | (1,417)           |
| <b>Net cash flows generated from operating activities</b>                   | <b>8,879</b>      | <b>58,151</b>     |
| <b>Investing activities</b>   |                   |                   |
| Purchase of plant and equipment   | (473)             | (1,447)           |
| Proceeds from sale of plant and equipment                                   | 472               | 430               |
| Net proceeds from sale of quoted equity (other investments)                 | 1                 | -                 |
| Investments in associates   | (525)             | (698)             |
| Loans due from associates, net  | 16,295            | (5,829)           |
| Dividends received from associates  | 15,471            | 16,337            |
| Loans due from joint ventures, net  | (998)             | 10,822            |
| Loans due from investee companies   | (17)              | (1,483)           |
| <b>Net cash flows generated from investing activities</b>                   | <b>30,226</b>     | <b>18,132</b>     |
| <b>Financing activities</b>   |                   |                   |
| Dividends paid  | (14,659)          | (12,506)          |
| Purchase of treasury shares   | -                 | (2,503)           |
| Proceeds from sale of treasury shares                                       | 3,827             | -                 |
| Repayment of term notes   | (70,750)          | (4,250)           |
| Proceeds from bank term loans   | 10,000            | 60,000            |
| Repayment of bank term loans  | (11,977)          | (11,599)          |
| Proceeds from bills payable to banks  | 513               | 316               |
| Repayment of bills payable to banks   | (316)             | (1,438)           |
| Interest paid   | (2,513)           | (6,510)           |
| Proceeds from lease obligations   | -                 | 492               |
| Repayment of lease obligations  | (216)             | (184)             |
| Increase in pledged fixed deposits  | (5,205)           | (8,799)           |
| <b>Net cash flows (used in)/generated from financing activities</b>         | <b>(91,296)</b>   | <b>13,019</b>     |
| <b>Net (decrease)/increase in cash and cash equivalents</b>                 | <b>(52,191)</b>   | <b>89,302</b>     |
| Effect of exchange rate changes on cash and cash equivalents                | (171)             | (216)             |
| <b>Cash and cash equivalents at beginning of financial year</b>             | <b>168,138</b>    | <b>79,052</b>     |
| <b>Cash and cash equivalents at end of financial year (Note A)</b>          | <b>115,776</b>    | <b>168,138</b>    |
| <b>Note A: Cash and cash equivalents at end of financial year comprise:</b> |                   |                   |
|   | <b>31.03.2017</b> | <b>31.03.2016</b> |
|   | <b>S\$'000</b>    | <b>S\$'000</b>    |
| Cash and bank balances**  | 56,180            | 15,155            |
| Fixed deposits  | 89,673            | 177,854           |
|   | 145,853           | 193,009           |
| Less: Pledged fixed deposits  | (30,077)          | (24,871)          |
| Cash and cash equivalents   | 115,776           | 168,138           |

\*\* The Group's cash and bank balances earn interest at floating rates based on daily bank deposit rates.



UNAUDITED FULL YEAR FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE YEAR ENDED 31 MARCH 2017

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.

STATEMENT OF CHANGES IN EQUITY

| GROUP   | Attributable to Owners of the Company |                            |                                |                                |                                       |                           |  |                                      |                         |
|---|---------------------------------------|----------------------------|--------------------------------|--------------------------------|---------------------------------------|---------------------------|--|--------------------------------------|-------------------------|
|   | Share capital<br>S\$'000              | Treasury shares<br>S\$'000 | Translation reserve<br>S\$'000 | Accumulated profits<br>S\$'000 | Asset revaluation reserves<br>S\$'000 | Other reserves<br>S\$'000 | Equity attributable to Owners of the Company, total<br>S\$'000 | Non-controlling interests<br>S\$'000 | Total equity<br>S\$'000 |
| <b>At 1 April 2015</b>                                    | <b>50,915</b>                         | <b>(851)</b>               | <b>9,500</b>                   | <b>190,686</b>                 | <b>-</b>                              | <b>3,032</b>              | <b>253,282</b>   | <b>23,679</b>                        | <b>276,961</b>          |
| <b>Net profit for the financial year</b>                  | -                                     | -                          | -                              | 61,487                         | -                                     | -                         | 61,487   | 364                                  | 61,851                  |
| <u>Other comprehensive income</u>                         |                                       |                            |                                |                                |                                       |                           |  |                                      |                         |
| Foreign currency translation                              | -                                     | -                          | (6,518)                        | -                              | -                                     | -                         | (6,518)  | (1,718)                              | (8,236)                 |
| Other comprehensive income for the financial year         | -                                     | -                          | (6,518)                        | -                              | -                                     | -                         | (6,518)  | (1,718)                              | (8,236)                 |
| Total comprehensive income for the financial year         | -                                     | -                          | (6,518)                        | 61,487                         | -                                     | -                         | 54,969   | (1,354)                              | 53,615                  |
| <u>Contributions by and distributions to owners</u>       |                                       |                            |                                |                                |                                       |                           |  |                                      |                         |
| Interim and final tax-exempt dividends on ordinary shares | -                                     | -                          | -                              | (12,506)                       | -                                     | -                         | (12,506)   | -                                    | (12,506)                |
| Purchase of treasury shares                               | -                                     | (2,503)                    | -                              | -                              | -                                     | -                         | (2,503)  | -                                    | (2,503)                 |
| Transfer to other reserves                                | -                                     | -                          | -                              | (146)                          | -                                     | 146                       | -  | -                                    | -                       |
| Total contributions by and distributions to owners        | -                                     | (2,503)                    | -                              | (12,652)                       | -                                     | 146                       | (15,009)   | -                                    | (15,009)                |
| <b>At 31 March 2016</b>                                   | <b>50,915</b>                         | <b>(3,354)</b>             | <b>2,982</b>                   | <b>239,521</b>                 | <b>-</b>                              | <b>3,178</b>              | <b>293,242</b>   | <b>22,325</b>                        | <b>315,567</b>          |
| <b>At 1 April 2016</b>                                    | <b>50,915</b>                         | <b>(3,354)</b>             | <b>2,982</b>                   | <b>239,521</b>                 | <b>-</b>                              | <b>3,178</b>              | <b>293,242</b>   | <b>22,325</b>                        | <b>315,567</b>          |
| <b>Net profit for the financial year</b>                  | -                                     | -                          | -                              | 40,975                         | -                                     | -                         | 40,975   | 436                                  | 41,411                  |
| <u>Other comprehensive income</u>                         |                                       |                            |                                |                                |                                       |                           |  |                                      |                         |
| Share of gain on property revaluation of associates       | -                                     | -                          | -                              | -                              | 219                                   | -                         | 219  | -                                    | 219                     |
| Foreign currency translation                              | -                                     | -                          | (2,855)                        | -                              | -                                     | -                         | (2,855)  | (677)                                | (3,532)                 |
| Other comprehensive income for the financial year         | -                                     | -                          | (2,855)                        | -                              | 219                                   | -                         | (2,636)  | (677)                                | (3,313)                 |
| Total comprehensive income for the financial year         | -                                     | -                          | (2,855)                        | 40,975                         | 219                                   | -                         | 38,339   | (241)                                | 38,098                  |
| <u>Contributions by and distributions to owners</u>       |                                       |                            |                                |                                |                                       |                           |  |                                      |                         |
| Interim and final tax-exempt dividends on ordinary shares | -                                     | -                          | -                              | (14,659)                       | -                                     | -                         | (14,659)   | -                                    | (14,659)                |
| Dividends paid to non-controlling interests               | -                                     | -                          | -                              | -                              | -                                     | -                         | -  | -                                    | -                       |
| Sale of treasury shares                                   | -                                     | 3,354                      | -                              | -                              | -                                     | 473                       | 3,827  | -                                    | 3,827                   |
| Transfer to other reserves                                | -                                     | -                          | -                              | (123)                          | -                                     | 123                       | -  | -                                    | -                       |
| Total contributions by and distributions to owners        | -                                     | 3,354                      | -                              | (14,782)                       | -                                     | 596                       | (10,832)   | -                                    | (10,832)                |
| <b>At 31 March 2017</b>                                   | <b>50,915</b>                         | <b>-</b>                   | <b>127</b>                     | <b>265,714</b>                 | <b>219</b>                            | <b>3,774</b>              | <b>320,749</b>   | <b>22,084</b>                        | <b>342,833</b>          |

UNAUDITED FULL YEAR FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE YEAR ENDED 31 MARCH 2017

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 period.

STATEMENT OF CHANGES IN EQUITY

| COMPANY   | Share capital<br>S\$'000 | Treasury shares<br>S\$'000 | Accumulated<br>profits<br>S\$'000 | Other reserves<br>S\$'000 | Total equity<br>S\$'000 |
|---|--------------------------|----------------------------|-----------------------------------|---------------------------|-------------------------|
| <b>At 1 April 2015</b>                                    | <b>50,915</b>            | <b>(851)</b>               | <b>25,242</b>                     | <b>2,156</b>              | <b>77,462</b>           |
| <b>Net profit for the financial year</b>                  | -                        | -                          | 9,858                             | -                         | 9,858                   |
| Total comprehensive income for the financial year         | -                        | -                          | 9,858                             | -                         | 9,858                   |
| <u>Contributions by and distributions to owners</u>       |                          |                            |                                   |                           |                         |
| Interim and final tax-exempt dividends on ordinary shares | -                        | -                          | (12,506)                          | -                         | (12,506)                |
| Purchase of treasury shares                               | -                        | (2,503)                    | -                                 | -                         | (2,503)                 |
| Total contributions by and distributions to owners        | -                        | (2,503)                    | (12,506)                          | -                         | (15,009)                |
| <b>At 31 March 2016</b>                                   | <b>50,915</b>            | <b>(3,354)</b>             | <b>22,594</b>                     | <b>2,156</b>              | <b>72,311</b>           |
| <b>At 1 April 2016</b>                                    | <b>50,915</b>            | <b>(3,354)</b>             | <b>22,594</b>                     | <b>2,156</b>              | <b>72,311</b>           |
| <b>Net profit for the financial year</b>                  | -                        | -                          | 3,533                             | -                         | 3,533                   |
| Total comprehensive income for the financial year         | -                        | -                          | 3,533                             | -                         | 3,533                   |
| <u>Contributions by and distributions to owners</u>       |                          |                            |                                   |                           |                         |
| Interim and final tax-exempt dividends on ordinary shares | -                        | -                          | (14,659)                          | -                         | (14,659)                |
| Sale of treasury shares                                   | -                        | 3,354                      | -                                 | 473                       | 3,827                   |
| Total contributions by and distributions to owners        | -                        | 3,354                      | (14,659)                          | 473                       | (10,832)                |
| <b>At 31 March 2017</b>                                   | <b>50,915</b>            | <b>-</b>                   | <b>11,468</b>                     | <b>2,629</b>              | <b>65,012</b>           |

**SHARE CAPITAL**

**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 16 December 2015, the Company allotted and issued 41,435,292 bonus shares (comprising 40,744,752 new shares and 690,540 treasury shares) pursuant to the Bonus Issue.

As at 31 March 2016, 7,665,940 treasury shares (including 690,540 bonus shares issued) were held by the Company.

During FY2017, the Company sold a total of 7,665,940 treasury shares for cash, and accordingly, the total number of issued shares as at 31 March 2017 was 455,788,599 shares excluding treasury shares (as at 31 March 2016 the total number of issued shares was 448,192,659 shares excluding treasury shares).

**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>Total number of issued shares excluding treasury shares:</b> | <u>Number of shares</u> |
|---|-------------------------|
| <b>Balance as at 31 March 2015 and 1 April 2015</b>             |                         |
| - Ordinary Shares   | 412,716,307             |
| during the 3rd quarter FY2016                                   |                         |
| Purchase of treasury shares                                     |                         |
| - Ordinary Shares   | (5,268,400)             |
| Bonus shares issued on 16 December 2015                         |                         |
| - Ordinary Shares to public shareholders                        | 41,435,292              |
| - Ordinary Shares as treasury shares                            | (690,540)               |
| <b>Balance as at 31 December 2015</b>                           |                         |
| - Ordinary Shares   | 448,192,659             |
| during the 4th quarter FY2016                                   |                         |
| Purchase of treasury shares                                     |                         |
| - Ordinary Shares   | (70,000)                |
| <b>Balance as at 31 March 2016 and 30 June 2016</b>             |                         |
| - Ordinary Shares   | 448,122,659             |
| during the 2nd quarter FY2017                                   |                         |
| Sale of treasury shares   |                         |
| - Ordinary Shares   | 7,665,940               |
| <b>Balance as at 31 March 2017</b>                              |                         |
| - Ordinary Shares   | 455,788,599             |

The total number of treasury shares held by the Company as at 31 March 2017 was nil (as at 31 March 2016: 7,665,940).

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

|   | <b>No. of treasury shares</b> |
|---|-------------------------------|
|   | <u>Year Ended</u>             |
|   | <u>31.03.2017</u>             |
| <b>Balance as at 31 March 2016 and 30 June 2016</b> | <b>7,665,940</b>              |
| Sale of treasury shares                             | (7,665,940)                   |
| <b>Balance as at 31 March 2017</b>                  | <b>-</b>                      |

**AUDIT**

**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 auditors.

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

Not applicable.

**ACCOUNTING POLICIES**

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

The financial statements have been prepared in accordance with the same accounting policies and methods of computation adopted in the most recently audited financial statements for the financial year ended 31 March 2016, except for the adoption of accounting standards (including its consequential amendments) and interpretations applicable for the financial period beginning 1 April 2016.

- 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.

Not applicable.

**EARNINGS PER SHARE**

- 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:

|  | <b>GROUP<br/>YEAR ENDED</b> |                   |
|--|-----------------------------|-------------------|
|  | <b>31.03.2017</b>           | <b>31.03.2016</b> |
|  | (cents)                     | (cents)           |
| a) On a basic basis  | 8.99                        | 13.72             |
| b) On a fully diluted basis  | 8.99                        | 13.72             |
|  | <b>S\$'000</b>              | <b>S\$'000</b>    |
| Group's profit for the financial year attributable to Owners of the Company used in the computation of basic and diluted EPS | 40,975                      | 61,487            |
|  |                             |                   |
| Weighted average number of ordinary shares excluding treasury shares for computing basic and diluted EPS                     | 455,788,599                 | 448,122,659       |

**NET ASSET VALUE PER SHARE**

- 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>      |                     |
|---|---------------------|---------------------|---------------------|---------------------|
|   | as at<br>31.03.2017 | as at<br>31.03.2016 | as at<br>31.03.2017 | as at<br>31.03.2016 |
| Net asset value per ordinary share (cents)                                  | 70.37               | 65.44               | 14.26               | 16.14               |
| Issue share capital excluding treasury shares at the end of the period/year | 455,788,599         | 448,122,659         | 455,788,599         | 448,122,659         |

**REVIEW OF THE PERFORMANCE OF THE GROUP**

- 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 PERFORMANCE OF THE GROUP

### INCOME STATEMENT

#### FY2017 vs FY2016

##### Revenue

The Group had a total revenue of S\$199.3 million for the financial year ended 31 March 2017 ("FY2017"), a decrease of S\$46.2 million or 18.8% compared to S\$245.5 million registered in the corresponding financial year ended 31 March 2016 ("FY2016"). The decrease was mainly due to the decrease in revenue from construction business of S\$45.6 million or 19.1% from S\$239.2 million in FY2016 to S\$193.6 million in FY2017, and rental income from investment properties having decreased by S\$0.6 million or 9.6% from S\$6.3 million in FY2016 to S\$5.7 million in FY2017.

##### Other income

Other income decreased by S\$0.6 million or 7.5% from S\$9.0 million in FY2016 to S\$8.4 million in FY2017. The decrease was mainly due to the decrease in interest income from associates and joint ventures as the loans due from associates decreased.

##### Operating expenses

Cost of construction decreased by S\$51.1 million or 25.2% from S\$203.0 million in FY2016 to S\$151.9 million in FY2017. The decrease was mainly due to the decrease in construction works carried out and cost saving achieved on completed construction projects.

Personnel expenses decreased by S\$3.1 million or 20.3% from S\$14.9 million in FY2016 to S\$11.8 million in FY2017, mainly due to the decrease in provision for bonuses for the Management and staff.

There were no significant differences in depreciation of property, plant and equipment between FY2017 and FY2016.

Finance costs decreased by S\$4.0 million or 61.1% from S\$6.5 million in FY2016 to S\$2.5 million in FY2017, mainly due to the decrease in the Group's borrowings.

Other operating expenses decreased by S\$3.1 million or 32.0% from S\$9.8 million in FY2016 to S\$6.7 million in FY2017, mainly due to decrease in term notes related expenses of S\$1.0 million; decrease in provision for impairment loss in investment of an associate of S\$1.2 million; decrease in building maintenance expenses of S\$0.4 million; decrease in sales tax of S\$0.3 million and loss on fair value adjustments of investment properties of S\$0.2 million.

Share of results of associates decreased by S\$39.9 million or 82.5% from S\$48.4 million in FY2016 to S\$8.5 million in FY2017, mainly due to the decrease of S\$12.2 million contribution from the development property project - Liang Jing Ming Ju Phase 4 - Sequoia Mansion in Beijing, People's Republic of China ("PRC"); S\$3.9 million on preliminary costs incurred on a development project in Gaobeidian of the PRC; S\$3.6 million of provision for impairment loss on unsold properties in Singapore by associates and the decrease in sales and percentage of completion recognised on development property projects in Singapore. The increase on share of results of joint ventures of S\$6.0 million is mainly due to the profit recognised from the residential development project - High Park Residences as the construction progressed after offset S\$1.4 million impairment loss provided on unsold properties by a joint venture in Singapore.

Tax expense increased by S\$1.0 million or 20.4% from S\$4.6 million in FY2016 to S\$5.6 million in FY2017, mainly due to the increase in profit from operations before share of results of associates and joint ventures and expenses not allowed for tax deduction, offset by the decrease in provision for withholding tax of S\$0.8 million on the share of profit contributed by Liang Jing Ming Ju Phase 4 - Sequoia Mansion in PRC.

As a result of the above, the Group registered a decrease in net profit attributable to Owners of the company of S\$20.5 million or 33.4% from S\$61.5 million in FY2016 to S\$41.0 million in FY2017.

## REVIEW OF THE PERFORMANCE OF THE GROUP

### STATEMENT OF FINANCIAL POSITION

#### Non-current assets

Property, plant and equipment ("PPE") decreased by S\$1.9 million from S\$8.6 million in FY2016 as compared to S\$6.7 million in FY2017, mainly due to depreciation and disposal of plant and equipment.

Interests in associates decreased by S\$23.4 million from S\$179.9 million in FY2016 to S\$156.5 million in FY2017, mainly due to the decrease in loans to associates to finance development property and investment property projects, offset by share of results of associates and additional investment in associates.

Interests in joint ventures increased by S\$6.8 million from S\$37.9 million in FY2016 to S\$44.7 million in FY2017, mainly due to the increase in loans to joint ventures and share of results of joint ventures.

Investment properties decreased by S\$3.2 million from S\$123.3 million in FY2016 to S\$120.1 million in FY2017, mainly due to foreign exchange differences from an investment property held in the PRC.

Trade receivables under non-current assets decreased by S\$9.7 million from S\$9.7 million in FY2016 to nil in FY2017, mainly due to the decrease in retention sum receivables from completed and on-going construction projects in Singapore.

#### Current assets

Trade receivables under current assets increased by S\$2.8 million from S\$31.0 million in FY2016 to S\$33.8 million in FY2017, mainly due to the increase in amount of progress claims certified for construction projects in progress.

Other receivables and deposits decreased by S\$2.7 million from S\$4.2 million in FY2016 to S\$1.5 million in FY2017, mainly due to the decrease in dividends receivable from associates.

Based on the progress of construction projects in FY2017 as compared to FY2016, the construction work-in-progress in excess of progress billings decreased by S\$4.9 million from S\$6.8 million in FY2016 to S\$1.9 million in FY2017.

#### Current liabilities

Trade payables under current liabilities decreased by S\$2.7 million from S\$20.4 million in FY2016 to S\$17.7 million in FY2017. The decrease was mainly due to the decrease in billings from suppliers and subcontractors which will be due for release of payments in the next 12 months for construction projects in progress.

Other payables and accruals under current liabilities decreased by S\$11.7 million from S\$69.7 million in FY2016 to S\$58.0 million in FY2017. The decrease was mainly from the decrease in accruals made for on-going and completed construction projects.

Based on the progress of construction projects in FY2017 as compared to FY2016, the progress billings in excess of the construction work-in-progress decreased by S\$20.5 million from S\$26.4 million in FY2016 to S\$5.9 million in FY2017.

#### Non-current liabilities

Trade payables under non-current liabilities decreased by S\$3.8 million from S\$5.1 million in FY2016 to S\$1.3 million in FY2017. The decrease was mainly from the decrease in retention sums payable to subcontractors for completed construction projects.

#### Total Group's borrowings

Total borrowings decreased by S\$72.9 million from S\$139.6 million in FY2016 to S\$66.7 million in FY2017, mainly due to the decrease in term notes of S\$70.8 million, and the net decrease in bank borrowings of S\$2.0 million.

## REVIEW OF THE PERFORMANCE OF THE GROUP

### STATEMENT OF CASH FLOWS

Net cash flows generated from operating activities of S\$8.9 million during FY2017 mainly arose from operating cash flows before changes in working capital of S\$31.6 million, and interest income received of S\$5.5 million, offset by the increase in working capital of S\$24.1 million and payment of income tax of S\$4.4 million.

Net cash flows generated from investing activities of S\$30.2 million during FY2017 mainly arose from the decrease in loans due from associates of S\$16.3 million, dividends received from associates of S\$15.5 million and net proceeds from sale of plant and equipment of S\$0.5 million, offset by additional loans injected to joint venture of S\$1.0 million and additional investment in associates of S\$0.5 million.

Net cash flows used in financing activities of S\$91.3 million during FY2017 mainly arose from repayment of unsecured term notes of S\$70.8 million, dividend payment of S\$14.7 million, repayment of bank borrowings of S\$12.0 million, increase in pledged fixed deposits of S\$5.2 million and interest payment of S\$2.5 million, offset by the proceeds from bank term loans of S\$10.0 million and sale of treasury shares of S\$3.8 million.

With the abovementioned, net decrease in cash and cash equivalents during FY2017 was S\$52.2 million.

**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 or any prospect statement previously disclosed to shareholders. The actual results in FY2017 is in line with the commentary made on 9 February 2017 in paragraph 10 of the third quarter results announcement for 3QFY2017.

**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.**

Based on advance estimates released by The Ministry of Trade and Industry ("MTI") last month, the Singapore economy grew by 2.5% on a year-on-year basis in the first quarter of 2017, easing from the 2.9 % growth in the previous quarter. On a quarter-on-quarter seasonally-adjusted annualised basis, the economy contracted by 1.9% after posting a strong rebound of 12.3% in the preceding quarter. The construction sector contracted by 1.1% on a year-on-year basis in the first quarter, extending the 2.8% decline in the previous quarter. Growth was weighed down primarily by the decline in private sector construction activities.

The Building and Construction Authority ("BCA") projects the total value of construction contracts to be awarded in 2017 to reach between S\$28 billion and S\$35 billion, anticipating an increase in public sector construction demand from S\$15.8 billion last year to S\$24 billion for 2017, boosted by an increase in demand for most building types and civil engineering works, with the public sector expected to contribute about 70% of total construction demand. The slowdown in the property market and continued economic uncertainties are likely to weigh on private sector construction demand which BCA projects to stay between S\$8 billion and S\$11 billion this year.

Cost of construction and other operating costs are likely to continue the uptrend as a result of increasing manpower cost stemming from various foreign manpower tightening measures and labour shortage; higher cost on adoption of advanced systems and technologies as well as equipment; higher cost of regulatory compliance; hikes in financing cost and etc. However, the increase in cost is likely to be restrained by current stable prices of some key construction materials.

To ride on the abundant opportunities of the construction sector moving forward, the Group will continue to embrace new technologies and innovations to bring about greater productivity. The Group will tap on the various initiatives to upskill workers to build a high-quality workforce and anchor capabilities. The Group is prepared to change, innovate and transform to stay at the forefront of technological innovation, process re-engineering and productivity improvement to sustain growth and competitiveness despite the headwinds under challenging economic conditions.

Singapore property market outlook in residential and office space remains challenging due to the slowing economy, rising interest rates and uncertainty in the job market.

In relation to Singapore residential market, according to the Urban Redevelopment Authority ("URA"), developers sold 2,962 units in the first quarter this year, up from 2,316 units a quarter ago. While sales have decreased by 12.6% from 1,780 units in March 2017 to 1,555 units in April 2017, it was more than double the 750 units sold in April 2016. Prices of private residential properties decreased by 0.4 % in 1st Quarter 2017, compared with the 0.5% decline in the previous quarter. A slower pace of decline in private residential prices in the first quarter continues to affirm the view that a bottoming out is under way although factors such as cooling measures still in place, rising interest rates and the uncertain job market are still weighing on the market.

REVIEW OF THE PERFORMANCE OF THE GROUP

10 continued ...

Vacancy rates for office and retail space continue to rise with incoming supply remaining high and demand weakening due to the challenging environment, increasing labour costs and regional competition. Prices and rentals of retail and office space in Singapore continued to fall in the first quarter of 2017.

The Group has an order book on construction projects in Singapore more than S\$340.0 million as at 31 March 2017.

As at 31 March 2017, there are 15 projects launched by associates and joint ventures under the Group as set out below

| No.              | Project Name                                 | Group Stake | Type of Development                                   | Status of Construction | Revenue Recognition Method | % Units Sold |
|------------------|--|-------------|---|------------------------|----------------------------|--------------|
| <b>Singapore</b> |  |             |   |                        |                            |              |
| 1                | Lincoln Suites                               | 25.00%      | Residential   | Completed              | Percentage of Completion   | 96.6%        |
| 2                | The Boutiq                                   | 35.00%      | Residential   | Completed              | Percentage of Completion   | 100.0%       |
| 3                | Palacio                                      | 32.00%      | Residential   | Completed              | Percentage of Completion   | 100.0%       |
| 4                | REZI26                                       | 45.00%      | Residential   | Completed              | Percentage of Completion   | 100.0%       |
| 5                | REZI3TWO                                     | 45.00%      | Residential   | Ongoing                | Percentage of Completion   | 95.4%        |
| 6                | Sky Green                                    | 25.00%      | Residential   | Completed              | Percentage of Completion   | 97.7%        |
| 7                | Cityscape@Farrer Park                        | 35.00%      | Residential   | Completed              | Percentage of Completion   | 95.6%        |
| 8                | NEWest                                       | 12.25%      | Residential and Commercial                            | Ongoing                | Percentage of Completion   | 100.0%       |
| 9                | KAP & KAP Residences                         | 12.60%      | Residential and Commercial                            | Ongoing                | Percentage of Completion   | 99.2%        |
| 10               | Floraville / Floraview / Floravista          | 12.25%      | Residential and Commercial                            | Ongoing                | Percentage of Completion   | 84.5%        |
| 11               | Hexacube                                     | 30.00%      | Commercial and Office                                 | Ongoing                | Completion                 | 61.6%        |
| 12               | Trio   | 35.00%      | Commercial  | Ongoing                | Completion                 | 37.2%        |
| 13               | High Park Residences                         | 20.00%      | Residential and Commercial                            | Ongoing                | Percentage of Completion   | 99.7%        |
| 14               | 121 Collection on Whitley**                  | 30.00%      | Residential   | Ongoing                | Percentage of Completion   | -            |
| <b>Overseas</b>  |  |             |   |                        |                            |              |
| 15               | Liang Jing Ming Ju Phase 4 - Sequoia Mansion | 45.00%      | Residential ( <i>Commercial and Office excluded</i> ) | Completed              | Completion                 | 92.8%        |

\*\* soft launch only

As at 31 March 2017, subject to cancellation of contracts, approximately 95.8% of these launched units have been sold. The Group has a balance amount of attributable share of progress billings to be recognised as sales revenue of approximately S\$163.2 million from the above projects, the profits of which will be progressively recognised by the associates and joint ventures and contribute to the Group's results after FY2017.

In view of the above and barring unforeseen circumstances, the Group remains cautiously optimistic on the outlook of its performance in FY2018.

DIVIDENDS

11 (a) Current financial period reported on

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

| Name of Dividend<br>Dividend Type | (Tax Exempt 1-Tier)                                      |                                   |                                | Total<br>Cash & Cash Special  |
|-----------------------------------|--|-----------------------------------|--------------------------------|-------------------------------|
|                                   | Interim Ordinary<br>Cash                                 | Cash                              | Final Ordinary<br>Cash Special |                               |
| Dividend Rate                     | 1.25 cents per ordinary share<br>(paid in December 2016) | 1.50 cents per<br>ordinary shares | 0.5 cent per ordinary share    | 3.25 cents per ordinary share |

(b) Corresponding Period of the Immediately Preceding Financial Year

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

| Name of Dividend<br>Dividend Type | (Tax Exempt 1-Tier)  |                              |  | Total<br>Cash & Cash Special  |
|-----------------------------------|--|------------------------------|--|-------------------------------|
|                                   | Interim Ordinary<br>Cash                                     | Cash Special                 | Final Ordinary<br>Cash Special                             |                               |
| Dividend Rate                     | 1.25 cents per<br>ordinary shares<br>(paid in December 2015) | 0.30 cent per ordinary share | 1.50 cents per<br>ordinary shares<br>(paid in August 2016) | 3.55 cents per ordinary share |



**REVIEW OF THE PERFORMANCE OF THE GROUP**

**DIVIDENDS**

**(c) Date payable**

The date payable for the proposed final cash and cash special dividend will be announced at a later date.

**(d) Books closure date**

The Notice on the closure date of the Transfer Books and the Register of Members of the Company for the proposed final cash and cash special dividend will be announced at a later date.

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

Not applicable.

**13 If the Group has obtained a general mandate from shareholders for 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 (IPTs).

**14 Confirmation by the Company Pursuant to Rule 720(1) of the Listing Manual of SGX-ST.**

The Company confirms that it has procured undertakings from all its Directors and Executive Officers (in the format set out in Appendix 7.7) pursuant to Rule 720(1) of the Listing Manual of the SGX-ST.

**ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT**

15 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.

**Business segments**

|   | GROUP        |                                     |          |              |                       |
|---|--------------|-------------------------------------|----------|--------------|-----------------------|
|   | Construction | Property development and management | Others   | Eliminations | Total                 |
|   | S\$'000      | S\$'000                             | S\$'000  | S\$'000      | S\$'000               |
| <b>FY2017</b>   |              |                                     |          |              |                       |
| <b>REVENUE</b>  |              |                                     |          |              |                       |
| - external sales  | 193,596      | 5,668                               | -        | -            | <u>199,264</u>        |
| Segment results   | 34,511       | 2,135                               | (6,836)  | -            | 29,810                |
| Share of results of associates and joint ventures       | -            | 14,158                              | 75       | -            | 14,233                |
| Interest income   | 763          | 12                                  | 4,695    | -            | 5,470                 |
| Finance costs   | (990)        | (869)                               | (677)    | -            | <u>(2,536)</u>        |
| Profit/(loss) before taxation                           | 34,284       | 15,436                              | (2,743)  | -            | 46,977                |
| Tax expense   |              |                                     |          |              | (5,566)               |
| Non-controlling interests                               |              |                                     |          |              | <u>(436)</u>          |
| <b>Net profit attributable to Owners of the Company</b> |              |                                     |          |              | <u><b>40,975</b></u>  |
| Segment assets  | 234,991      | 120,162                             | 82,227   | (121,603)    | 315,777               |
| Interests in associates                                 | -            | 150,171                             | 6,333    | -            | 156,504               |
| Interests in joint ventures                             | -            | 44,657                              | -        | -            | <u>44,657</u>         |
| <b>Total assets</b>                                     |              |                                     |          |              | <u><b>516,938</b></u> |
| Segment liabilities                                     | 73,355       | 21,902                              | 63,978   | (75,912)     | 83,323                |
| Borrowings  | 47,749       | 9,451                               | 9,525    | -            | 66,725                |
| Unallocated liabilities                                 |              |                                     |          |              | 24,057                |
| <b>Total liabilities</b>                                |              |                                     |          |              | <u><b>174,105</b></u> |
| <b>Other segment information :</b>                      |              |                                     |          |              |                       |
| Capital expenditures                                    | 404          | 69                                  | -        | -            | 473                   |
| Depreciation of property, plant and equipment           | 1,944        | 18                                  | -        | -            | 1,962                 |
| <b>FY2016</b>   |              |                                     |          |              |                       |
| <b>REVENUE</b>  |              |                                     |          |              |                       |
| - external sales  | 239,182      | 6,272                               | -        | -            | <u>245,454</u>        |
| Segment results   | 26,548       | 1,657                               | (10,239) | -            | 17,966                |
| Share of results of associates and joint ventures       | -            | 47,024                              | 1,130    | -            | 48,154                |
| Interest income   | 997          | 15                                  | 5,863    | -            | 6,875                 |
| Finance costs   | (922)        | (512)                               | (5,086)  | -            | <u>(6,520)</u>        |
| Profit/(loss) before taxation                           | 26,623       | 48,184                              | (8,332)  | -            | 66,475                |
| Tax expense   |              |                                     |          |              | (4,624)               |
| Non-controlling interests                               |              |                                     |          |              | <u>(364)</u>          |
| <b>Net profit attributable to Owners of the Company</b> |              |                                     |          |              | <u><b>61,487</b></u>  |
| Segment assets  | 268,960      | 123,151                             | 74,699   | (84,156)     | 382,654               |
| Interests in associates                                 | -            | 173,416                             | 6,454    | -            | 179,870               |
| Interests in joint ventures                             | -            | 37,912                              | -        | -            | <u>37,912</u>         |
| <b>Total assets</b>                                     |              |                                     |          |              | <u><b>600,436</b></u> |
| Segment liabilities                                     | 121,758      | 21,743                              | 40,426   | (61,957)     | 121,970               |
| Borrowings  | 57,368       | 11,516                              | 70,682   | -            | 139,566               |
| Unallocated liabilities                                 |              |                                     |          |              | 23,333                |
| <b>Total liabilities</b>                                |              |                                     |          |              | <u><b>284,869</b></u> |
| <b>Other segment information :</b>                      |              |                                     |          |              |                       |
| Capital expenditures                                    | 1,443        | 4                                   | -        | -            | 1,447                 |
| Depreciation of property, plant and equipment           | 1,999        | 18                                  | -        | -            | 2,017                 |

Geographical segments

|                                    | GROUP     |          |          |         |           |                               |                                      |              |                       |
|------------------------------------|-----------|----------|----------|---------|-----------|-------------------------------|--------------------------------------|--------------|-----------------------|
|                                    | Singapore | Malaysia | Vietnam  | Japan   | Australia | England,<br>United<br>Kingdom | The People's<br>Republic of<br>China | Eliminations | Total                 |
|                                    | S\$'000   | S\$'000  | S\$'000  | S\$'000 | S\$'000   | S\$'000                       | S\$'000                              | S\$'000      | S\$'000               |
| <b>FY2017</b>                      |           |          |          |         |           |                               |                                      |              |                       |
| <b>REVENUE</b>                     | 193,943   | -        | -        | -       | -         | -                             | 5,321                                | -            | 199,264               |
| Segment assets                     | 247,614   | 278      | -        | -       | 800       | -                             | 109,378                              | (42,293)     | 315,777               |
| Interests in associates            | 112,077   | -        | 693      | 1,425   | 2,885     | 12,525                        | 26,899                               | -            | 156,504               |
| Interests in joint ventures        | 44,657    | -        | -        | -       | -         | -                             | -                                    | -            | 44,657                |
| Total assets                       |           |          |          |         |           |                               |                                      |              | <u><u>516,938</u></u> |
| <b>Other segment information :</b> |           |          |          |         |           |                               |                                      |              |                       |
| Capital expenditures               | 404       | -        | -        | -       | -         | -                             | 69                                   | -            | 473                   |
|                                    |           |          |          |         |           |                               |                                      |              |                       |
|                                    | Singapore | Malaysia | Cambodia | Japan   | Australia | England,<br>United<br>Kingdom | The People's<br>Republic of<br>China | Eliminations | Total                 |
|                                    | S\$'000   | S\$'000  | S\$'000  | S\$'000 | S\$'000   | S\$'000                       | S\$'000                              | S\$'000      | S\$'000               |
| <b>FY2016</b>                      |           |          |          |         |           |                               |                                      |              |                       |
| <b>REVENUE</b>                     | 239,533   | -        | -        | -       | -         | -                             | 5,921                                | -            | 245,454               |
| Segment assets                     | 313,470   | 377      | -        | -       | 770       | -                             | 107,881                              | (39,844)     | 382,654               |
| Interests in associates            | 135,807   | -        | 698      | -       | -         | 14,374                        | 28,991                               | -            | 179,870               |
| Interests in joint ventures        | 37,912    | -        | -        | -       | -         | -                             | -                                    | -            | 37,912                |
| Total assets                       |           |          |          |         |           |                               |                                      |              | <u><u>600,436</u></u> |
| <b>Other segment information :</b> |           |          |          |         |           |                               |                                      |              |                       |
| Capital expenditures               | 1,443     | -        | -        | -       | -         | -                             | 4                                    | -            | 1,447                 |

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

**REVENUE**

by Business segments

Revenue contributed by construction business decreased by S\$45.6 million from S\$239.2 million in FY2016 to S\$193.6 million in FY2017 due to the decrease in revenue from construction business.

by Geographical segments

Revenue contributed by Singapore decreased by S\$45.6 million from S\$239.5 million in FY2016 to S\$193.9 million in FY2017 mainly due to the decrease in revenue from construction business.

**Profit Before Taxation**

by Business segments

Profit before taxation from construction business increased by S\$7.7 million from S\$26.6 million in FY2016 to S\$34.3 million in FY2017 due to improvement in productivity and lower material cost.

Profit before taxation from property development and management decreased by S\$33.0 million from S\$48.2 million in FY2016 to S\$15.2 million in FY2017, mainly due to the decrease of S\$12.2 million contribution from the development property project - Liang Jing Ming Ju Phase 4 - Sequoia Mansion in Beijing, PRC; S\$3.9 million on preliminary cost incurred on a development project in Gaobeidian of PRC; S\$3.6 million of provision provided for impairment loss on unsold properties in Singapore by associates and the decrease in sales and percentage of completion recognised on development property projects in Singapore, the profit recognised from the residential development project - High Park Residences as the construction progressed after offset S\$1.4 million impairment loss provided on unsold properties by a joint venture in Singapore.

Loss before taxation from others business decreased by S\$5.8 million from a loss of S\$8.3 million in FY2016 to S\$2.5 million in FY2017, due to decrease in loss on segment results and finance costs.

**17 A breakdown of sales as follows:**

|  | GROUP      |            |                       |
|--|------------|------------|-----------------------|
|  | 31.03.2017 | 31.03.2016 | % increase/(decrease) |
|  | S\$'000    | S\$'000    |                       |
| Sales reported for first half year   | 129,662    | 123,940    | 5                     |
| Operating profit after taxation before deducting non-controlling interests reported for the first half year  | 18,353     | 33,518     | (45)                  |
| Sales reported for second half year  | 69,602     | 121,514    | (43)                  |
| Operating profit after taxation before deducting non-controlling interests reported for the second half year | 23,058     | 28,333     | (19)                  |
| Total Sales  | 199,264    | 245,454    | (19)                  |
| Operating profit after taxation before deducting non-controlling interests reported for full year            | 41,411     | 61,851     | (33)                  |

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

|                 | 31.03.2017    | 31.03.2016    |
|-----------------|---------------|---------------|
|                 | S\$'000       | S\$'000       |
| Ordinary shares |               |               |
| Interim         | 5,697         | 6,315         |
| Final           | 9,116         | 8,962         |
| <b>Total :</b>  | <b>14,813</b> | <b>15,277</b> |

\*\* Proposed final dividend to be approved at the Company's forthcoming Annual General Meeting by the Shareholders.

- 19 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(13) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.**

There is no person occupying a managerial position in the Company or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the Company.

**By Order of the Board**

Choo Chee Onn  
Executive Chairman and Managing Director

26 May 2017