



Unaudited Financial Statements for the 3rd Quarter and Nine Months Ended 31 March 2017

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

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

1(a)(i) Consolidated statement of comprehensive income for the 3rd quarter and nine months ended 31 March 2017

	Group					
	3 rd quarter ended 31 March			Nine months ended 31 March		
	2017	2016	+ / (-)	2017	2016	+ / (-)
	USD'000	USD'000	%	USD'000	USD'000	%
Revenue	49,669	66,866	(25.7)	156,183	173,318	(9.9)
Raw material and consumables	(33,374)	(29,121)	14.6	(103,557)	(96,559)	7.2
Manufacturing expenses	(5,345)	(5,229)	2.2	(16,694)	(16,551)	0.9
Business development expenses	(312)	(308)	1.3	(1,035)	(961)	7.7
Other operating expenses	(178)	(573)	(68.9)	(1,361)	(1,794)	(24.1)
Property development expense	(3,344)	(24,091)	(86.1)	(12,929)	(37,066)	(65.1)
Change in fair value of investment securities	1,688	(491)	nm	2,585	(2,149)	nm
Change in fair value of derivative financial instruments	116	(133)	nm	483	(357)	nm
Employee benefits expense ⁽¹⁾	(3,805)	(3,847)	(1.1)	(9,232)	(6,857)	34.6
Depreciation/amortisation expense	(692)	(778)	(11.1)	(2,131)	(1,950)	9.3
Other expenses ⁽¹⁾	(62)	(444)	(86.0)	(2,135)	(1,099)	94.3
Other gains, net (note 1(a)(ii))	1,682	7,795	(78.4)	689	3,070	(77.6)
Finance costs	(50)	-	nm	(167)	(98)	70.4
Share of results of associates	47	-	nm	47	-	nm
Profit before tax	6,040	9,646	(37.4)	10,746	10,947	(1.8)
Income tax expense	(618)	(941)	(34.3)	(1,913)	(2,078)	(7.9)
Profit for the period	5,422	8,705	(37.7)	8,833	8,869	(0.4)
Other comprehensive income:						
Items that will not be reclassified to profit or loss:						
Share of revaluation reserve of an associate	14	-	nm	14	-	nm
Items that may be reclassified subsequently to profit or loss:						
Available-for-sale investments:						
Changes in fair value	520	144	nm	25	(7,960)	nm
Reclassification of investment revaluation reserve to profit or loss when an investment became an associate	-	(6,372)	nm	-	(6,372)	nm
Exchange differences arising from translation of foreign operations	4,073	4,282	(4.9)	257	1,302	(80.3)
Share of reserves of associates	59	-	nm	59	-	nm
Other comprehensive income for the period, net of tax	4,666	(1,946)	nm	355	(13,030)	nm
Total comprehensive income for the period	10,088	6,759	49.3	9,188	(4,161)	nm
Profit attributable to:						
Equity holders of the Company	4,826	8,532	(43.4)	7,306	8,226	(11.2)
Non-controlling interests	596	173	nm	1,527	643	nm
	5,422	8,705	(37.7)	8,833	8,869	(0.4)
Total comprehensive income attributable to:						
Equity holders of the Company	9,422	6,426	46.6	7,846	(4,797)	nm
Non-controlling interests	666	333	nm	1,342	636	nm
	10,088	6,759	49.3	9,188	(4,161)	nm

nm: not meaningful

(1): Comparatives have been restated to conform with current year's presentation.

1(a)(ii) Profit for the 3rd quarter and nine months ended 31 March 2017 included the following items:

	Group					
	3 rd quarter ended 31 March			Nine months ended 31 March		
	2017	2016	+ / (-)	2017	2016	+ / (-)
	USD'000	USD'000	%	USD'000	USD'000	%
Gain on disposal of available-for-sale investments	89	20	nm	104	63	65.1
Gain/(loss) on disposal of plant and equipment	-	32	nm	(3)	90	nm
Other income	79	(26)	nm	263	249	5.6
Impairment loss on other assets	4	-	nm	(1)	(30)	(96.7)
Foreign exchange gain/(loss)	1,510	1,397	8.1	326	(3,674)	nm
Reclassification of investment revaluation reserve to profit or loss when an investment became an associate	-	6,372	nm	-	6,372	nm
Other gains, net	1,682	7,795	(78.4)	689	3,070	(77.6)

nm: not meaningful

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

	Group		Company	
	31/3/2017 USD'000	30/6/2016 USD'000	31/3/2017 USD'000	30/6/2016 USD'000
Assets				
Non-current assets				
Plant and equipment	8,796	9,743	467	498
Prepaid lease payments	18,751	19,304	-	-
Investment properties	23,468	24,301	-	-
Subsidiaries	-	-	57,801	57,801
Associates	59,057	33,230	33,400	33,400
Investment securities	27,727	48,150	5,324	5,430
Other receivables	29,766	12,871	-	-
Other assets	236	237	-	-
Deferred tax assets	78	79	-	-
	<u>167,879</u>	<u>147,915</u>	<u>96,992</u>	<u>97,129</u>
Current assets				
Development properties	23,876	33,827	-	-
Inventories	32,042	31,069	-	-
Trade and other receivables	37,732	55,276	58	123
Tax recoverable	274	284	-	-
Amounts due from subsidiaries	-	-	90,398	91,729
Investment securities	11,142	29,019	9,060	13,709
Derivative financial instruments	86	-	-	-
Cash and cash equivalents	98,888	76,007	29,503	22,453
	<u>204,040</u>	<u>225,482</u>	<u>129,019</u>	<u>128,014</u>
Total assets	<u>371,919</u>	<u>373,397</u>	<u>226,011</u>	<u>225,143</u>
Equity and liabilities				
Current liabilities				
Borrowings	7,846	8,000	-	-
Trade and other payables	57,476	58,623	3,967	2,393
Amounts due to subsidiaries	-	-	7,682	8,079
Income tax payable	2,535	3,076	118	118
Derivative financial instruments	55	452	55	189
	<u>67,912</u>	<u>70,151</u>	<u>11,822</u>	<u>10,779</u>
Non-current liabilities				
Other payables	249	258	27	28
Deferred tax liabilities	2,612	2,315	-	-
	<u>2,861</u>	<u>2,573</u>	<u>27</u>	<u>28</u>
Total liabilities	<u>70,773</u>	<u>72,724</u>	<u>11,849</u>	<u>10,807</u>
Equity				
Share capital	150,863	151,194	150,863	151,194
Reserves	(1,859)	(2,399)	163	-
Accumulated profits	132,770	131,984	63,136	63,142
Equity attributable to equity holders of the Company	<u>281,774</u>	<u>280,779</u>	<u>214,162</u>	<u>214,336</u>
Non-controlling interests	19,372	19,894	-	-
Total equity	<u>301,146</u>	<u>300,673</u>	<u>214,162</u>	<u>214,336</u>
Total equity and liabilities	<u>371,919</u>	<u>373,397</u>	<u>226,011</u>	<u>225,143</u>

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

	As at 31/3/2017		As at 30/6/2016	
	Secured USD'000	Unsecured USD'000	Secured USD'000	Unsecured USD'000
Amount repayable in one year or less, or on demand	7,846	-	8,000	-
Amount repayable after one year	-	-	-	-

Details of any collateral

Borrowings are secured by borrowing subsidiary's cash and cash equivalents, investment securities and derivative financial instruments.

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

	3 rd quarter ended 31 March		Nine months ended 31 March	
	2017	2016	2017	2016
	USD'000	USD'000	USD'000	USD'000
Cash flows from operating activities				
Profit before tax	6,040	9,646	10,746	10,947
Adjustments for:				
Share of results of associates	(47)	-	(47)	-
Depreciation/amortisation expense	692	778	2,131	1,950
Dividend income	(205)	(255)	(946)	(2,396)
Interest income	(518)	(270)	(1,321)	(909)
Finance costs	50	-	167	98
Net foreign exchange on translation	(650)	(358)	(59)	1,982
(Gain)/loss on disposal of plant and equipment	-	(32)	3	(90)
Gain on disposal of available-for-sale investments	(89)	(20)	(104)	(63)
Gain on disposal of derivative financial instruments	-	(2)	(102)	(2)
Changes in fair value of derivative financial instruments	(116)	133	(483)	357
Changes in fair value of financial asset at fair value through profit or loss	-	(199)	-	(174)
Impairment loss on other assets	(4)	-	1	30
Reclassification of investment revaluation reserve to profit or loss when an investment became an associate	-	(6,372)	-	(6,372)
Operating cash flows before changes in working capital	5,153	3,049	9,986	5,358
Changes in working capital:				
Decrease in development properties	1,345	5,223	9,951	18,120
Increase in inventories	(3,458)	(3,956)	(973)	(10,479)
Decrease/(increase) in held-for-trading investments	5,810	(1,829)	17,877	(20,480)
Placement of structured deposits	-	(705)	-	(705)
(Increase)/decrease in receivables	(1,727)	(8,955)	17,359	(6,877)
Increase/(decrease) in payables	4,175	4,450	(1,296)	(4,169)
Cash flows from/(used in) operations	11,298	(2,723)	52,904	(19,232)
Interest paid	(64)	-	(156)	(107)
Interest received	169	168	404	711
Dividends received from held-for-trading investments	79	152	678	453
Income tax paid	(344)	(1,114)	(2,049)	(2,850)
Net cash flows from/(used in) operating activities	11,138	(3,517)	51,781	(21,025)
Cash flows from investing activities				
Purchase of plant and equipment	(210)	(1,715)	(827)	(7,414)
Proceeds from disposal of plant and equipment	-	33	-	152
Purchase of available-for-sale investments	(12,000)	-	(12,000)	(1,743)
Proceeds from disposal of available-for-sale investments	12,090	102	12,374	692
Dividends received from available-for-sale investments	90	16	283	2,154
Purchase of financial assets at fair value through profit or loss	-	-	(14,706)	-
Dividends received from an associate	1,026	942	2,428	942
Additional investment in an associate	-	(1,310)	-	(1,310)
Increase in property development loans to an associate	-	-	(7,430)	(5,191)
Net cash flows from/(used in) investing activities	996	(1,932)	(19,878)	(11,718)
Cash flows from financing activities				
Dividends paid to equity holders of the Company	-	-	(6,520)	(19,581)
Dividends paid to non-controlling interests of subsidiary	(827)	-	(1,834)	(1,657)
Repayment of capital to non-controlling interest of subsidiary	(30)	-	(30)	-
Drawdown of bank loan	-	-	14,706	-
Repayment of bank loan	(7,196)	-	(14,268)	(11,091)
Repurchase of shares	(331)	-	(331)	(815)
Net cash flows used in financing activities	(8,384)	-	(8,277)	(33,144)
Net increase/(decrease) in cash and cash equivalents	3,750	(5,449)	23,626	(65,887)
Effect of exchange rate changes on cash and cash equivalents	1,074	1,683	(745)	(2,931)
Cash and cash equivalents at beginning of period	94,064	93,442	76,007	158,494
Cash and cash equivalents at end of period	98,888	89,676	98,888	89,676

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.

Consolidated statement of changes in equity for nine months ended 31 March 2017

Group	Attributable to equity holders of the Company							Non-controlling interests	Total equity
	Share capital	Foreign currency translation reserve	Investment revaluation reserve	Capital reserve	Asset revaluation reserve	Accumulated profits	Total		
	USD'000	USD'000	USD'000	USD'000	USD'000	USD'000	USD'000	USD'000	USD'000
Balance at 1 July 2016	151,194	(3,270)	542	343	(14)	131,984	280,779	19,894	300,673
Profit for the period	-	-	-	-	-	2,480	2,480	931	3,411
<u>Other comprehensive income</u>									
Available-for-sale investments:									
Changes in fair value	-	-	(495)	-	-	-	(495)	-	(495)
Exchange differences arising from translation of foreign operations	-	(3,561)	-	-	-	-	(3,561)	(255)	(3,816)
Other comprehensive income, net of tax	-	(3,561)	(495)	-	-	-	(4,056)	(255)	(4,311)
Total comprehensive income for the period	-	(3,561)	(495)	-	-	2,480	(1,576)	676	(900)
<u>Contributions by and distributions to owners</u>									
Dividends paid to equity holders of the Company	-	-	-	-	-	(6,520)	(6,520)	-	(6,520)
Dividends paid to non-controlling interests of subsidiary	-	-	-	-	-	-	-	(1,007)	(1,007)
Total contributions by and distributions to owners	-	-	-	-	-	(6,520)	(6,520)	(1,007)	(7,527)
Balance at 31 December 2016	151,194	(6,831)	47	343	(14)	127,944	272,683	19,563	292,246
Profit for the period	-	-	-	-	-	4,826	4,826	596	5,422
<u>Other comprehensive income</u>									
Available-for-sale investments:									
Changes in fair value	-	-	520	-	-	-	520	-	520
Exchange differences arising from translation of foreign operations	-	4,003	-	-	-	-	4,003	70	4,073
Share of reserves of associates	-	59	-	-	14	-	73	-	73
Other comprehensive income, net of tax	-	4,062	520	-	14	-	4,596	70	4,666
Total comprehensive income for the period	-	4,062	520	-	14	4,826	9,422	666	10,088
<u>Contributions by and distributions to owners</u>									
Dividends paid to non-controlling interests of subsidiary	-	-	-	-	-	-	-	(827)	(827)
Repayment of capital to non-controlling interest of subsidiary	-	-	-	-	-	-	-	(30)	(30)
Repurchase of shares	(331)	-	-	-	-	-	(331)	-	(331)
Total contributions by and distributions to owners	(331)	-	-	-	-	-	(331)	(857)	(1,188)
Balance at 31 March 2017	150,863	(2,769)	567	343	-	132,770	281,774	19,372	301,146

Consolidated statement of changes in equity for nine months ended 31 March 2016

Group	Attributable to equity holders of the Company						Non-controlling interests	Total equity
	Share capital	Foreign currency translation reserve	Investment revaluation reserve	Capital reserve	Accumulated profits	Total		
	USD'000	USD'000	USD'000	USD'000	USD'000	USD'000	USD'000	USD'000
Balance at 1 July 2015	152,009	(2,863)	13,657	343	141,279	304,425	20,211	324,636
(Loss)/profit for the period	-	-	-	-	(306)	(306)	470	164
<u>Other comprehensive income</u>								
Available-for-sale investments:								
Changes in fair value	-	-	(8,104)	-	-	(8,104)	-	(8,104)
Exchange differences arising from translation of foreign operations	-	(2,813)	-	-	-	(2,813)	(167)	(2,980)
Other comprehensive income, net of tax	-	(2,813)	(8,104)	-	-	(10,917)	(167)	(11,084)
Total comprehensive income for the period	-	(2,813)	(8,104)	-	(306)	(11,223)	303	(10,920)
<u>Contributions by and distributions to owners</u>								
Dividends paid to equity holders of the Company	-	-	-	-	(19,581)	(19,581)	-	(19,581)
Dividends paid to non-controlling interests of subsidiary	-	-	-	-	-	-	(1,657)	(1,657)
Repurchase of shares	(815)	-	-	-	-	(815)	-	(815)
Total contributions by and distributions to owners	(815)	-	-	-	(19,581)	(20,396)	(1,657)	(22,053)
Balance at 31 December 2015	151,194	(5,676)	5,553	343	121,392	272,806	18,857	291,663
Profit for the period	-	-	-	-	8,532	8,532	173	8,705
<u>Other comprehensive income</u>								
Available-for-sale investments:								
Reclassification of investment revaluation reserve to profit or loss when an investment became an associate	-	-	(6,372)	-	-	(6,372)	-	(6,372)
Changes in fair value	-	-	144	-	-	144	-	144
Exchange differences arising from translation of foreign operations	-	4,122	-	-	-	4,122	160	4,282
Other comprehensive income, net of tax	-	4,122	(6,228)	-	-	(2,106)	160	(1,946)
Total comprehensive income for the period	-	4,122	(6,228)	-	8,532	6,426	333	6,759
Balance at 31 March 2016	151,194	(1,554)	(675)	343	129,924	279,232	19,190	298,422

Statement of changes in equity for nine months ended 31 March 2017

Company	Share capital	Investment revaluation reserve	Accumulated profits	Total equity
	USD'000	USD'000	USD'000	USD'000
Balance at 1 July 2016	151,194	-	63,142	214,336
Profit for the period	-	-	817	817
<u>Other comprehensive income</u>				
Available-for-sale investments:				
Changes in fair value	-	(257)	-	(257)
Other comprehensive income, net of tax	-	(257)	-	(257)
Total comprehensive income for the period	-	(257)	817	560
<u>Contributions by and distributions to owners</u>				
Dividends paid to equity holders of the Company	-	-	(6,520)	(6,520)
Total contributions by and distributions to owners	-	-	(6,520)	(6,520)
Balance at 31 December 2016	151,194	(257)	57,439	208,376
Profit for the period	-	-	5,697	5,697
<u>Other comprehensive income</u>				
Available-for-sale investments:				
Changes in fair value	-	420	-	420
Other comprehensive income, net of tax	-	420	-	420
Total comprehensive income for the period	-	420	5,697	6,117
<u>Contributions by and distributions to owners</u>				
Repurchase of shares	(331)	-	-	(331)
Total contributions by and distributions to owners	(331)	-	-	(331)
Balance at 31 March 2017	<u>150,863</u>	<u>163</u>	<u>63,136</u>	<u>214,162</u>

Statement of changes in equity for nine months ended 31 March 2016

Company	Share capital	Investment revaluation reserve	Accumulated profits	Total equity
	USD'000	USD'000	USD'000	USD'000
Balance at 1 July 2015	152,009	14,469	69,504	235,982
Profit for the period	-	-	3,255	3,255
<u>Other comprehensive income</u>				
Available-for-sale investments:				
Changes in fair value	-	(7,759)	-	(7,759)
Other comprehensive income, net of tax	-	(7,759)	-	(7,759)
Total comprehensive income for the period	-	(7,759)	3,255	(4,504)
<u>Contributions by and distributions to owners</u>				
Dividends paid to equity holders of the Company	-	-	(19,581)	(19,581)
Repurchase of shares	(815)	-	-	(815)
Total contributions by and distributions to owners	(815)	-	(19,581)	(20,396)
Balance at 31 December 2015	151,194	6,710	53,178	211,082
Profit for the period	-	-	8,543	8,543
<u>Other comprehensive income</u>				
Available-for-sale investments:				
Reclassification of investment revaluation reserve to profit or loss when an investment became an associate	-	(7,974)	-	(7,974)
Changes in fair value	-	262	-	262
Other comprehensive income, net of tax	-	(7,712)	-	(7,712)
Total comprehensive income for the period	-	(7,712)	8,543	831
Balance at 31 March 2016	151,194	(1,002)	61,721	211,913

- 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.**

During the third quarter ended 31 March 2017, the company repurchased a total of 1,759,600 ordinary shares, pursuant to the Shares Repurchase Mandate approved at the Extraordinary General Meeting on 20 October 2016. The shares were repurchased by way of market acquisitions at prices ranging from S\$0.26 to S\$0.265 per share and the total consideration paid was S\$463,937 (including transaction costs). The share repurchases were made out of the Company's capital and cancelled.

Company	Ordinary shares	
	31 March 2017	31 December 2016
Issued and paid-up capital	928,272,850	930,032,450

There were no outstanding convertibles or treasury shares 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.

- 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.**

Company	Issued shares	
	31 March 2017	30 June 2016
Total number of issued shares, excluding treasury shares	928,272,850	930,032,450

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

Not applicable.

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

The figures have neither been audited nor 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 those of the audited financial statements for the year ended 30 June 2016 except as stated in paragraph 5 below.

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

The Group has adopted the new or revised Financial Reporting Standards ("FRS") and interpretations ("INT") that are effective for annual period beginning on or after 1 July 2016. The adoption of these FRSs and INTs did not result in any significant impact on the financial statements of the Group.

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

	Group			
	3 rd quarter ended 31 March		Nine months ended 31 March	
	2017	2016	2017	2016
Earnings per ordinary share for the period based on profit attributable to equity holders of the Company after deducting any provision for preference dividends:	US cents	US cents	US cents	US cents
(i) Based on weighted average number of ordinary shares on issue	0.52	0.92	0.79	0.88
(ii) On a fully diluted basis	0.52	0.92	0.79	0.88

Group basic and fully diluted earnings per ordinary share for the third quarter and nine months ended 31 March 2017 are calculated based on the weighted average number of ordinary shares on issue during the period of 929,399,486 shares (2016: 930,032,450) and 929,824,542 shares (2016: 930,708,814) respectively.

Note: Group basic earnings per share was the same as the fully diluted earnings per share as the Group did not have any potential dilutive ordinary shares outstanding as at 31 March 2017 and 2016.

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

	Group		Company	
	31/3/2017	30/6/2016	31/3/2017	30/6/2016
Net asset value per ordinary share based on existing issued share capital	US cents 30.35	US cents 30.19	US cents 23.07	US cents 23.05

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.

Third quarter ended 31 March 2017 ("3Q17") vs third quarter ended 31 March 2016 ("3Q16")

Group revenue of USD 49.67 million was 25.7% lower than 3Q16. A 15.8% increase in electronics manufacturing services revenue was offset by a reduction in property sales revenue.

Profit after tax of USD 5.42 million was 37.7% lower than USD 8.71 million in 3Q16. Higher profit contribution from electronics manufacturing services was partially offset by a decrease in profit contribution from property sales which related to 7% of Unison on Tenth apartments that were sold during 3Q17. Results in 3Q16 were boosted by sale of 39% of Unison of Tenth apartment units on project completion, and a one-off gain on investment reclassification.

Mark-to-market gains on investment securities and derivative financial instruments totaled USD 1.80 million in the current quarter, as compared to a net loss of USD 0.62 million in 3Q16. Depreciation expense was lowered on exchange translation. Other gains comprised a net foreign exchange gain of USD 1.51 million that mainly resulted from stronger Singapore and Australian dollars. These exchange rate fluctuations against US dollar also contributed to other comprehensive income of USD 4.67 million.

Share of associates' results of USD 0.05 million comprised share of Finbar Group Limited's ("Finbar") results for the half year ended 31 December 2016 and share of Pacific Star Development Limited's ("PSDL") results for the current quarter. A loss was recorded by Finbar due to downward revaluation of its investment property in Perth.

Earnings per share in 3Q17 was US cents 0.52, as compared to US cents 0.92 cents in 3Q16.

Nine months ended 31 March 2017 ("9M17") vs nine months ended 31 March 2016 ("9M16")

Group revenue of USD 156.18 million was 9.9% lower than the same period last year. Decrease in property revenue was partially offset by an 8.8% increase in electronics manufacturing services revenue.

Profit after tax of USD 8.83 million was 0.4% lower than USD 8.87 million in 9M16. Profit contribution from electronics manufacturing services was significantly higher in 9M17. Profit from property sales had decreased as Toccata apartments were fully sold in FY2016, and fewer Unison on Tenth units were sold in 9M17. 9M16 profit was boosted by a one-off gain on investment reclassification.

Mark-to-market gains on investment securities and derivative financial instruments totaled USD 3.07 million, as compared to a drop in fair value of USD 2.51 million in 9M16. Employee benefits expense increased by 34.6% to USD 9.23 million due to higher provision for staff cost. Other expenses in 9M16 was lowered by a reversal of over-accruals. Other gains amounted to USD 0.69 million as compared to USD 3.07 million in 9M16. Other comprehensive income of USD 0.36 million mainly related to exchange translation differences.

Earnings per share was US cents 0.79, as compared to US cents 0.88 in 9M16.

Review of financial position and cash flow

As at 31 March 2017, the Group remained in a healthy financial position. Net assets attributable to equity holders of the company amounted to USD 281.77 million, an increase from USD 280.78 million as at 30 June 2016. Cash and cash equivalents increased by 30.1% to USD 98.89 million.

Development properties decreased by 29.4% to USD 23.88 million due to ongoing sale of Unison on Tenth apartments which resulted in a residual stock of 18% as at 31 March 2017.

As at 30 June 2016, the Group's investment in convertible loans to PSD Holdings Pte Ltd ("PSDH") was USD 20.18 million, recorded as investment securities held as non-current assets. In 2Q17, the Group invested in a convertible loan to Major Star Holdings Limited ("MSH") of USD 14.71 million. The convertible loan agreements with PSDH were then novated to MSH in November 2016. These loans were subsequently converted to a 77.2% stake in MSH with a residual loan receivable from MSH of USD 7.74 million. The investment in MSH was classified as an investment in subsidiary held as current asset as at 31 December 2016. MSH was an investment company which had a 50% interest in PSDH. PSDH in turn held 100% interest in Pacific Star Development Pte Ltd ("PSD"), the subject of a Reverse Takeover ("RTO") transaction with LH Group Limited ("LH"), a company listed on the SGX-ST.

The RTO took place during 3Q17, and LH was renamed as Pacific Star Development Limited ("PSDL"). In accordance with the convertible loan agreement terms, MSH procured the issuance of 59,151,600 shares in PSDL to the Group, and canceled its shares held by the Group through a share buyback. The investment in subsidiary was thus reclassified to an investment in associate to account for the Group's 37.34% interest in PSDL during the current quarter. This contributed to the increase of USD 25.83 million in investment in associates to USD 59.06 million as at 31 March 2017.

Conversion of trade receivables to additional property development loan resulted in a decrease in trade and other receivables and a corresponding increase in other receivables held as non-current assets. The Group's fund portfolio recorded within investment securities held as non-current assets was rebalanced and continued to be financed by a short-term borrowing during the quarter. Investment securities held as current assets decreased by 61.6% to USD 11.14 million due to divestment of quoted equity investments.

Net asset value of the Group was US cents 30.35 per share as at 31 March 2017, as compared to US cents 30.19 as at 30 June 2016.

- 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.**
- Despite the continuing recovery in global equities, the Group remains cautious on the global economic growth outlook amidst international trade and geopolitical uncertainties. Property market demand in Western Australia may continue to remain soft over the next 12 months.
- The Board of Directors will continue to exercise prudence when considering new investments.
- Save as disclosed herein, there are no known material factors or events which may affect the earnings of the Group between this date up to which the report refers and the date on which the report is issued.
- 11 Dividend**
- (a) Period ended 31 March 2017**
- Any dividend declared for the current financial period reported on? No
- (b) Period ended 31 March 2016**
- Any dividend declared for the corresponding period of the immediately preceding financial year? No
- (c) Date payable**
- Not applicable.
- (d) Books closure date**
- Not applicable.
- 12 If no dividend has been declared/recommended, a statement to that effect.**
- No dividend has been declared or recommended for the period ended 31 March 2017.
- 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.**
- Not applicable as the Group has not obtained a general mandate from shareholders for Interested Person Transactions.
- 14 Confirmation pursuant to Rule 705(5) of the Listing Manual**
- The Board of Directors of the Company hereby confirms that to the best of its knowledge, nothing has come to the attention of the Directors of the Company which may render the unaudited financial results for the third quarter and nine months ended 31 March 2017 to be false or misleading, in any material respect.

15 Confirmation pursuant to Rule 720(1) of the Listing Manual

The Board of Directors of the Company hereby confirms that the undertakings from all its Directors and Executive Officers as required in the format as set out in Appendix 7.7 under Rule 720(1) of the Listing Manual have been procured.

BY ORDER OF THE BOARD

Valerie Tan
Company Secretary
12 May 2017