



Unaudited Financial Statements for the 1st Quarter Ended 30 September 2015

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 1st quarter ended 30 September 2015

	Group		
	1 st quarter ended 30 September 2015	1 st quarter ended 30 September 2014	Change
	USD'000	USD'000	%
Revenue⁽¹⁾	56,886	50,955	11.6
Raw material and consumables	(33,455)	(35,872)	(6.7)
Manufacturing expenses	(5,462)	(5,725)	(4.6)
Business development expenses	(330)	(391)	(15.6)
Other operating expenses ⁽¹⁾	(650)	(827)	(21.4)
Property development expense	(8,684)	(38)	nm
Change in fair value of held-for-trading investments	(2,417)	(12)	nm
Change in fair value of derivative financial instruments	(668)	(583)	14.6
Change in fair value of financial asset at fair value through profit or loss	(571)	-	nm
Employee benefits expense	(1,062)	(2,596)	(59.1)
Depreciation/amortisation expense	(499)	(660)	(24.4)
Other expenses	94	(822)	nm
Other losses, net (note 1(a)(ii))	(5,891)	(939)	nm
Finance costs	(64)	-	nm
Share of results of an associate	-	1,322	nm
(Loss)/profit before tax	(2,773)	3,812	nm
Income tax expense	(941)	(485)	94.0
(Loss)/profit for the period	(3,714)	3,327	nm
Other comprehensive loss:			
Items that may be reclassified subsequently to profit or loss:			
Available-for-sale investments:			
Change in fair value	(6,065)	(12,938)	(53.1)
Exchange differences arising from translation of foreign operations	(4,570)	(3,373)	35.5
Other comprehensive loss for the period, net of tax	(10,635)	(16,311)	(34.8)
Total comprehensive loss for the period	(14,349)	(12,984)	10.5
(Loss)/profit attributable to:			
Equity holders of the Company	(3,856)	2,996	nm
Non-controlling interests	142	331	(57.1)
	(3,714)	3,327	nm
Total comprehensive (loss)/income attributable to:			
Equity holders of the Company	(14,305)	(13,201)	8.4
Non-controlling interests	(44)	217	nm
	(14,349)	(12,984)	10.5

nm - not meaningful

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

1(a)(ii) (Loss)/profit for the 1st quarter ended 30 September 2015 included the following items:

	Group		
	1 st quarter ended 30 September 2015	1 st quarter ended 30 September 2014	Change
	USD'000	USD'000	%
Gain on disposal of available-for-sale investments	43	251	(82.9)
Gain on disposal of plant and equipment	75	27	nm
Other income	121	318	(61.9)
Impairment loss on other assets	(19)	-	nm
Foreign exchange loss	(6,111)	(1,535)	nm
Other losses, net	(5,891)	(939)	nm

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	
	30/9/2015 USD'000	30/6/2015 USD'000	30/9/2015 USD'000	30/6/2015 USD'000
Assets				
Non-current assets				
Plant and equipment	7,168	4,303	16	16
Prepaid lease payments	19,480	19,902	-	-
Investment properties	23,032	24,386	-	-
Subsidiaries	-	-	57,801	57,801
Investment securities	53,700	58,167	41,493	45,693
Other receivable	5,559	2,114	-	-
Other assets	245	264	-	-
Deferred tax asset	13	9	-	-
Total non-current assets	109,197	109,145	99,310	103,510
Current assets				
Development properties	29,283	39,801	-	-
Inventories	35,700	27,193	-	-
Trade receivables	32,823	33,505	18	15
Other receivables and prepayments	2,385	4,727	110	80
Tax recoverable	176	449	-	-
Amounts due from subsidiaries	-	-	77,398	68,415
Investment securities	28,522	19,402	6,227	3,361
Derivative financial instruments	-	15	-	-
Cash and bank balances	136,311	158,494	55,939	74,684
Total current assets	265,200	283,586	139,692	146,555
Total assets	374,397	392,731	239,002	250,065
Equity and liabilities				
Current liabilities				
Borrowings	386	372	-	-
Trade payables	32,663	30,861	-	-
Other payables	14,153	19,340	1,827	4,052
Amounts due to subsidiaries	-	-	9,767	9,896
Income tax payable	4,400	3,787	81	81
Derivative financial instruments	989	336	507	54
Total current liabilities	52,591	54,696	12,182	14,083
Non-current liabilities				
Borrowings	10,532	11,262	-	-
Other payables	149	157	-	-
Deferred tax liabilities	1,653	1,980	-	-
Total non-current liabilities	12,334	13,399	-	-
Total liabilities	64,925	68,095	12,182	14,083
Equity				
Share capital	151,194	152,009	151,194	152,009
Reserves	688	11,137	8,669	14,469
Accumulated profits	137,423	141,279	66,957	69,504
Equity attributable to equity holders of the Company	289,305	304,425	226,820	235,982
Non-controlling interests	20,167	20,211	-	-
Total equity	309,472	324,636	226,820	235,982
Total equity and liabilities	374,397	392,731	239,002	250,065

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

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

As at 30/9/2015		As at 30/6/2015	
USD'000		USD'000	
Secured	Unsecured	Secured	Unsecured
386	-	372	-

(b) Amount repayable after one year

As at 30/9/2015		As at 30/6/2015	
USD'000		USD'000	
Secured	Unsecured	Secured	Unsecured
10,532	-	11,262	-

(c) Details of any collateral

Borrowings are secured by mortgage on the borrowing company's investment properties, assignments of all contracts in respect of the mortgaged properties, and corporate guarantee from the Company.

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.

	1 st quarter ended 30 September 2015	1 st quarter ended 30 September 2014
	USD'000	USD'000
Cash flows from operating activities		
(Loss)/profit before tax	(2,773)	3,812
Adjustments for:		
Share of results of an associate	-	(1,322)
Depreciation/amortisation expense	499	660
Dividend income	(1,991)	(2,372)
Interest income	(680)	(242)
Finance costs	64	-
Net foreign exchange on translation ⁽¹⁾	2,229	(1,193)
Gain on disposal of plant and equipment	(75)	(27)
Gain on disposal of held-for-trading investments	(275)	(938)
Gain on disposal of available-for-sale investments	(43)	(251)
Change in fair value of held-for-trading investments	2,417	12
Change in fair value of derivative financial instruments	668	583
Change in fair value of financial asset at fair value through profit or loss	571	-
Impairment loss on other assets	19	-
Operating cash flows before changes in working capital	630	(1,278)
Changes in working capital:		
Development properties	10,518	2,747
Inventories	(8,507)	(1,148)
Proceeds from disposal of held-for-trading investments	4,106	6,898
Purchase of held-for-trading investments	(15,951)	(4,844)
Return on capital by held-for-trading investment	12	-
Redemption of structured deposits	-	1,445
Placement of structured deposits	-	(4,565)
Receivables ⁽¹⁾	3,409	(5,567)
Payables	(3,277)	258
Cash flows used in operations	(9,060)	(6,054)
Interest paid	(63)	-
Interest received ⁽¹⁾	305	242
Dividends received from held-for-trading investments ⁽¹⁾	152	156
Income tax paid	(130)	(99)
Net cash flows used in operating activities	(8,796)	(5,755)
Cash flows from investing activities		
Purchase of plant and equipment	(3,438)	(33)
Proceeds from disposal of plant and equipment	75	27
Purchase of available-for-sale investments	(1,743)	(1,570)
Proceeds from disposal of available-for-sale investments	188	476
Dividends received from available-for-sale investments ⁽¹⁾	1,819	2,319
Property development loan	(3,445)	-
Net cash flows (used in)/generated from investing activities	(6,544)	1,219
Cash flows from financing activities		
Share repurchase	(815)	-
Repayment of bank loan	(71)	-
Net cash flows used in financing activities	(886)	-
Net decrease in cash and bank balances	(16,226)	(4,536)
Effect of exchange rate changes on cash and bank balances	(5,957)	(2,029)
Cash and bank balances at beginning of year	158,494	123,127
Cash and bank balances at end of period	136,311	116,562
Pledged deposits for derivative financial instruments with banks	-	(3,807)
Cash and cash equivalents at end of period	136,311	112,755

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

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

THE GROUP

Consolidated statement of changes in equity for the 1st quarter ended 30 September 2015

	Share capital	Foreign currency translation reserve	Investment revaluation reserve	Capital reserve	Accumulated profits	Attributable to equity holders of the Company	Non-controlling interests	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	-	-	-	-	(3,856)	(3,856)	142	(3,714)
Available-for-sale investments:								
Change in fair value	-	-	(6,065)	-	-	(6,065)	-	(6,065)
Exchange differences arising from translation of foreign operations	-	(4,384)	-	-	-	(4,384)	(186)	(4,570)
Other comprehensive loss, net of tax	-	(4,384)	(6,065)	-	-	(10,449)	(186)	(10,635)
Total comprehensive loss for the period	-	(4,384)	(6,065)	-	(3,856)	(14,305)	(44)	(14,349)
Repurchase of shares	(815)	-	-	-	-	(815)	-	(815)
Balance at 30 September 2015	151,194	(7,247)	7,592	343	137,423	289,305	20,167	309,472

THE GROUP

Consolidated statement of changes in equity for the 1st quarter ended 30 September 2014

	Share capital	Foreign currency translation reserve	Investment revaluation reserve	Capital reserve	Accumulated profits	Attributable to equity holders of the Company	Non-controlling interests	Total
	USD'000	USD'000	USD'000	USD'000	USD'000	USD'000	USD'000	USD'000
Balance at 1 July 2014	152,009	6,694	39,614	343	111,811	310,471	21,683	332,154
Profit for the period	-	-	-	-	2,996	2,996	331	3,327
Available-for-sale investments:								
Change in fair value	-	-	(12,938)	-	-	(12,938)	-	(12,938)
Exchange differences arising from translation of foreign operations	-	(3,259)	-	-	-	(3,259)	(114)	(3,373)
Other comprehensive loss, net of tax	-	(3,259)	(12,938)	-	-	(16,197)	(114)	(16,311)
Total comprehensive (loss)/income for the period	-	(3,259)	(12,938)	-	2,996	(13,201)	217	(12,984)
Balance at 30 September 2014	152,009	3,435	26,676	343	114,807	297,270	21,900	319,170

THE COMPANY

Statement of changes in equity for the 1st quarter ended 30 September 2015

	Share capital	Investment revaluation reserve	Accumulated profits	Total
	USD'000	USD'000	USD'000	USD'000
Balance at 1 July 2015	152,009	14,469	69,504	235,982
Loss for the period	-	-	(2,547)	(2,547)
Available-for-sale investments:				
Change in fair value	-	(5,800)	-	(5,800)
Other comprehensive loss, net of tax	-	(5,800)	-	(5,800)
Total comprehensive loss for the period	-	(5,800)	(2,547)	(8,347)
Repurchase of shares	(815)	-	-	(815)
Balance at 30 September 2015	151,194	8,669	66,957	226,820

THE COMPANY

Statement of changes in equity for the 1st quarter ended 30 September 2014

	Share capital	Investment revaluation reserve	Accumulated profits	Total
	USD'000	USD'000	USD'000	USD'000
Balance at 1 July 2014	152,009	40,012	37,982	230,003
Profit for the period	-	-	950	950
Available-for-sale investments:				
Change in fair value	-	(12,744)	-	(12,744)
Other comprehensive loss, net of tax	-	(12,744)	-	(12,744)
Total comprehensive (loss)/income for the period	-	(12,744)	950	(11,794)
Balance at 30 September 2014	152,009	27,268	38,932	218,209

- 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 first quarter ended 30 September 2015, the company repurchased a total of 3,500,000 ordinary shares, pursuant to the Shares Repurchase Mandate approved at the Extraordinary General Meeting on 24 October 2014. The shares were repurchased by way of market acquisitions at prices ranging from S\$0.32 to S\$0.335 per share and the total consideration paid was S\$1,147,328 (including transaction costs). The share repurchases were made out of the Company's capital and cancelled.

As at 30 September 2015, the Company's issued and paid-up capital comprised 930,032,450 (30 September 2014: 933,532,450) ordinary shares.

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.**

As at 30 September 2015, the total number of issued shares excluding treasury shares was 930,032,450 (30 June 2015: 933,532,450).

- 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 2015 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 2015. 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	
		1 st quarter ended 30 September 2015	1 st quarter ended 30 September 2014
(Loss)/earnings per ordinary share for the period based on (loss)/profit attributable to equity holders of the Company after deducting any provision for preference dividends:-			
(i)	Based on weighted average number of ordinary shares on issue	US cents (0.41)	0.32
(ii)	On a fully diluted basis	US cents (0.41)	0.32

Group basic and fully diluted earnings per ordinary share for the period ended 30 September 2015 are calculated based on the weighted average number of ordinary shares in issue during the period of 932,054,189 shares (2015: 933,532,450) after accounting for shares repurchased during the period.

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 30 September 2015 and 2014.

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

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

		30 September 2015	30 June 2015
The Group	US cents	31.11	32.61
The Company	US cents	24.39	25.28

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.

First quarter ended 30 September 2015 ("1Q16") vs first quarter ended 30 September 2014 ("1Q15")

Group revenue of USD 56.886 million for 1Q16 was 11.6% higher than USD 50.955 million for 1Q15. Loss of USD 3.714 million was incurred due to exchange loss and lower mark-to-market valuation of investments in the current quarter, as compared to a profit of USD 3.327 million in 1Q15.

A drop in electronics manufacturing services revenue was more than offset by revenue recognized on sale of apartment units of the Toccata property development completed during fourth quarter of FY2015. Property development expense for 1Q16 increased to USD 8.684 million due to several units of Toccata Apartments sold.

Revenue contribution from electronics manufacturing services was 7.6% less than 1Q15. Whilst raw material and consumables, manufacturing, business development and other operating expenses were reduced, profit contribution from electronics manufacturing services was reduced by slower market demand.

1Q16 results were adversely impacted by a total drop of USD 3.656 million in fair value of financial investments, as well as other losses which comprised substantial unrealized exchange loss of USD 6.111 million, on the back of stronger US dollar.

Employee benefits expense was reduced to USD 1.062 million, as compared to USD 2.596 million in 1Q15, due to lower staff cost accrued. Depreciation/amortization expense decreased by 24.4% as equipment was fully depreciated. Other expenses recorded a credit of USD 0.094 million due to reversal of expenses over-accrued in prior period. Income tax expense of USD 0.941 million was mainly attributable to non-deductible exchange loss.

Other comprehensive loss in 1Q16 was USD 10.635 million as compared to USD 16.311 million in 1Q15. Depressed financial markets adversely impacted mark-to-market valuation of available-for-sale investments. Translation exchange losses had resulted from the strengthening of US dollar.

Loss per share of US cents 0.41 was incurred in 1Q16, as compared to earnings per share of US cents 0.32 in 1Q15.

Review of financial position and cash flow

As at 30 September 2015, the Group remained in a healthy financial position. Cash and bank balances amounted to USD 136.311 million, as compared to USD 158.494 million as at 30 June 2015. Shareholders' funds of USD 289.305 million was 5.0% lower than USD 304.425 million as at 30 June 2015.

Development properties were reduced to USD 29.283 million from USD 39.801 million as a result of lower inventory of Toccata Apartment units and weaker Australian dollar. Investment properties of USD 23.032 million was 5.6% lower due to a weaker Singapore dollar. Non-current other receivable, which rose to USD 5.559 million, related to a property development loan to the Australian business venture.

Acquisitions during the quarter led to an increase in investment securities held as current assets which amounted to USD 28.522 million. Investment securities held as non-current assets of USD 53.700 million was reduced by lower mark-to-market valuation. Derivative financial instruments were recognized at fair value through profit or loss.

Increase of 66.6% in plant and equipment related to additional machinery acquired for the electronics manufacturing services business. Inventories of USD 35.700 million had risen by 31.3% due to slower sales.

Other receivables and prepayments decreased by 49.5% due to a refund received on goods and services tax. Other payables of USD 14.153 million was reduced by a reversal of expenses previously accrued. Movement in tax related balances were mainly attributable to timing differences.

Net asset value per share was US cents 31.11 as at 30 September 2015, slightly below US cents 32.61 as at 30 June 2015.

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.

The economic outlook for the next quarter and the next 12 months is uncertain. Global growth will probably remain languid. Financial markets may be volatile as there is still no clarity in the timing of US interest rates adjustment, in addition to mixed investor sentiments on China's economy.

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 30 September 2015

Any dividend recommended for the current financial period reported on? No

(b) Period ended 30 September 2014

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/recommendeded, a statement to that effect.

No dividend had been declared or recommended for the first quarter ended 30 September 2015.

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 first quarter ended 30 September 2015 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
13 November 2015