



SINJIA LAND
limited

SINJIA LAND LIMITED

FULL YEAR FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR YEAR ENDED 31 DECEMBER 2013 (UNAUDITED)

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

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

(In \$'000)	Group		Change
	2013	2012	
Revenue	17,310	19,941	(13.2%)
Cost of Sales	(11,002)	(12,845)	(14.3%)
Gross Profit	6,308	7,096	(11.1%)
Other Items of Income			
Interest Income	8	11	(27.3%)
Other Credits	493	2,154	(77.1%)
Other Items of Expenses			
Marketing and Distribution Costs	(1,284)	(1,632)	(21.3%)
Administrative Expenses	(6,252)	(5,769)	8.4%
Other Charges	(415)	(402)	3.2%
Finance Costs	(34)	(21)	61.9%
Share of Loss of Associated Company	(60)	-	NM
(Loss)/Profit Before Income Tax from Continuing Operations	(1,236)	1,437	NM
Income Tax Expense	(495)	(521)	(5.0%)
(Loss)/Profit from Continuing Operations, Net of Tax	(1,731)	916	NM
Loss from Discontinued Operations, Net of Tax	(169)	(134)	26.1%
(Loss)/Profit Net of Tax	(1,900)	782	
Other Comprehensive Loss:			
Items that May be Reclassified Subsequently to Profit or Loss:			
Exchange Differences on Translating Foreign Operations, Net of Tax	(117)	(466)	(74.9%)
Other Comprehensive Loss for the Year, Net of Tax	(117)	(466)	(74.9%)
Total Comprehensive (Loss)/Income for the Year	(2,017)	316	NM
(Loss)/Profit Attributable to Equity Holders of the Company, Net of Tax	(1,900)	782	NM
(Loss)/Profit Net of Tax	(1,900)	782	NM
Total Comprehensive (Loss)/Income Attributable to Equity Holders of Company, Net of Tax	(2,017)	316	NM
Total Comprehensive (Loss)/Income for the Year	(2,017)	316	NM
Earnings Per Share for Profit from Continuing and Discontinued Operations			
Attributable to Equity Holders of the Company			
	Cents	Cents	
Basic and Diluted			
From Continuing Operations	(1.15)	0.61	NM
From Discontinued Operations	(0.11)	(0.09)	26.0%
	(1.26)	0.52	NM

Note:

- The comparative statement for the corresponding period of the immediate preceding financial period has been reclassified to present the results of the disposal group as "Discontinued Operations"
- Refer to paragraph 8 - Review of the performance of the Group, found on pages 8 to 10 of this announcement.

(Loss)/profit net of income tax is arrived at after (charging)/crediting the following:

(in \$'000)	<u>Group</u>		Change	Note
	<u>2013</u>	<u>2012</u>		
Depreciation & amortisation of plant and equipment	(938)	(1,054)	(11.0%)	
Foreign exchange adjustment gain/(loss)	231	(326)	NM	(a)
Inventory written down	(134)	(126)	6.3%	
Allowance for impairment on trade and other receivables	(57)	(15)	280.0%	
Loss on disposal of plant and equipment	(156)	3	NM	
Plant and equipment written off	(83)	-	NM	
Profit guarantee compensation	-	2,082	NM	(b)
Allowance for reinstatement cost	(86)	-	NM	(c)
Loss on disposal of subsidiaries	(65)	-	NM	(d)
Reversal of impairment on plant and equipment	74	-	NM	

NM – not meaningful

- (a) *Higher foreign exchange gain due to appreciation of Singapore Dollar against the Renminbi, Ringgit Malaysia and Indonesia Rupiah in FY2013.*
- (b) *Compensation from profit guarantee of \$2.08 million in accordance with the Sale and Purchase Agreement dated 19 January 2011.*
- (c) *Provision for reinstatement cost for old facilities from shifting plant in Batam in FY2013.*
- (d) *On 19 September 2013, the Group disposed of its polymeric subsidiary in PRC for cash consideration of \$1,488,000 (refer to SGXNET announcement dated 19 September 2013).*

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

(In \$'000)

	<u>Group</u>		<u>Company</u>	
	<u>31.12.2013</u>	<u>31.12.2012</u>	<u>31.12.2013</u>	<u>31.12.2012</u>
<u>ASSETS</u>				
<u>Non-Current Assets</u>				
Plant and Equipment	2,926	4,050	450	33
Investments in Subsidiaries	-	-	11,408	11,395
Investment in Associate	-	-	60	-
Total Non-Current Assets	2,926	4,050	11,918	11,428
<u>Current Assets</u>				
Inventories	1,263	2,208	-	-
Trade and Other Receivables	5,762	6,533	2,814	4,916
Other Assets, Current	605	646	87	43
Cash and Cash Equivalents	18,261	12,300	9,141	4,084
	25,891	21,687	12,042	9,043
Disposal Group Classified as Held-for-Sale	12,121	12,121	12,121	12,121
Total Current Assets	38,012	33,808	24,163	21,164
Total Assets	40,938	37,858	36,081	32,592
<u>EQUITY AND LIABILITIES</u>				
<u>Equity Attributable to Owners of the Parent</u>				
Share Capital	22,403	22,403	22,403	22,403
Retained Earnings	8,848	10,843	6,024	8,871
Other Reserves	(791)	(468)	-	-
Total Equity	30,460	32,778	28,427	31,274
<u>Non-Current Liabilities</u>				
Deferred Tax Liabilities	270	306	-	-
Provisions	52	56	-	-
Finance Leases Liabilities	337	17	328	-
Total Non-Current Liabilities	659	379	328	-
<u>Current Liabilities</u>				
Income Tax Payable	190	279	-	-
Trade and Other Payables	9,202	4,015	7,293	1,318
Finance Lease Liabilities, Current	41	7	33	-
Other Financial Liabilities	386	400	-	-
Total Current Liabilities	9,819	4,701	7,326	1,318
Total Liabilities	10,478	5,080	7,654	1,318
Total Equity and Liabilities	40,938	37,858	36,081	32,592

Note: Refer to paragraph 8 - Review of the performance of the Group, found on pages 8 to 10 of this announcement.

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

Amount repayable in one year or less, or on demand

	As at 31.12.2013		As at 31.12.2012	
	Secured \$'000	Unsecured \$'000	Secured \$'000	Unsecured \$'000
Finance lease liabilities	41	-	7	-
Borrowings	386	-	400	-
Total	<u>427</u>	<u>-</u>	<u>407</u>	<u>-</u>

Amount repayable after one year

	As at 31.12.2013		As at 31.12.2012	
	Secured \$'000	Unsecured \$'000	Secured \$'000	Unsecured \$'000
Finance lease liabilities	337	-	17	-
Total	<u>337</u>	<u>-</u>	<u>17</u>	<u>-</u>

Details of any collateral

Finance lease liabilities refer to a hire purchase for motor vehicles.

The amount payable in one year or less consisted of bank borrowing of \$386,000 (31 December 2012: \$400,000) a revolving loan by one of the subsidiaries in Malaysia, secured by Corporate Guarantee from one of our subsidiaries in Singapore.

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

(In \$'000)

	<u>2013</u>	<u>Group</u> <u>2012</u>
<u>Cash Flows From Operating Activities</u>		
(Loss)/Profit Before Income Tax		
From continuing operations	(1,236)	1,437
From discontinued operation	(169)	(117)
	<u>(1,405)</u>	<u>1,320</u>
Adjustments for :		
Interest Income	(18)	(11)
Interest Expense	34	21
Depreciation & Amortisation of Plant and Equipment	938	1,054
Loss on Disposal of Plant and Equipment	156	(3)
Plant and Equipment Written-off	83	-
Share of Loss of Associated Company	60	-
Loss on Disposal of Subsidiaries	65	-
Net Effect of Exchange Rate Changes in Consolidating Foreign Operations	(21)	(94)
Operating Cash Flows Before Changes in Working Capital	(108)	2,287
Inventories	573	237
Trade and Other Receivables	881	2,481
Other Assets	41	173
Trade and Other Payables and Provisions	7,006	(100)
Net Cash Flows From Operations	8,393	5,078
Income Taxes Paid	(578)	(504)
Net Cash Flows From Operating Activities	7,815	4,574
<u>Cash Flows From Investing Activities</u>		
Additions of Plant and Equipment	(327)	(516)
Disposal of Plant and Equipment	(87)	73
Disposal of Subsidiaries (Net of Cash Inflow)	22	-
Investment in Associate	(61)	-
Loan to Associated Company	(926)	-
Interest Received	18	11
Net Cash Flows From/(Used in) Investing Activities	(1,361)	(432)
<u>Cash Flows From Financing Activities</u>		
Cash Restricted in Use	(32)	(510)
Release of Cash Restricted in Use	510	647
Interest Paid	(34)	(21)
Finance Lease Repayments	(35)	(7)
Dividends Paid to Equity Owners	(301)	-
Net Cash Flows From Financing Activities	108	109
Net Increase in Cash and Cash Equivalents	6,562	4,251
Cash and Cash Equivalents, Consolidated Statement of Cash Flows, Beginning Balance	11,790	7,703
Effects of Currency Translation on Cash & Cash Equivalents	(123)	(164)
Cash and Cash Equivalents, Consolidated Statement of Cash Flows, Ending Balance	18,229	11,790
Balance as in Statement of Financial Position	18,261	12,300
Cash Restricted in Use	(32)	(510)
Cash and Cash Equivalent as in Consolidated Statement of Cash Flows	18,229	11,790

Note: The comparative statement for the corresponding period of the immediate preceding financial period has been reclassified to present the results of the disposal group as "Discontinued Operations"

- 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

	Total Equity \$'000	Subtotal \$'000	Attributable to Parent		
			Shares Capital \$'000	Retained Earnings \$'000	Other Reserves \$'000
Group					
Current Year:					
Opening Balance at 1 January 2013	32,778	32,778	22,403	10,843	(468)
Movement in Equity:					
Total Comprehensive Loss for the Year	(2,017)	(2,017)	-	(1,900)	(117)
Disposal of Subsidiaries	-	-	-	206	(206)
Dividends paid	(301)	(301)	-	(301)	-
Closing Balance at 31 December 2013	30,460	30,460	22,403	8,848	(791)
Previous Year:					
Opening Balance at 1 January 2012	32,462	32,462	22,403	10,061	(2)
Movement in Equity:					
Total Comprehensive Income/(Loss) for the Year	316	316	-	782	(466)
Closing Balance at 31 December 2012	32,778	32,778	22,403	10,843	(468)

	Total Equity \$'000	Shares Capital \$'000	Retained Earnings \$'000
	Company		
Current Year:			
Opening Balance at 1 January 2013	31,274	22,403	8,871
Movement in Equity:			
Total Comprehensive Loss for the Year	(2,546)	-	(2,546)
Dividends paid	(301)	-	(301)
Closing Balance at 31 December 2013	28,427	22,403	6,024
Previous Year:			
Opening Balance at 1 January 2012	27,338	22,403	4,935
Movement in Equity:			
Total Comprehensive Income for the Year	3,936	-	3,936
Closing Balance at 31 December 2012	31,274	22,403	8,871

- 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

There was no change in the Company's share capital during the year ended 31 December 2013.

As at 31 December 2013, there were 5,365,000 shares held as Treasury Shares (31 December 2012: 5,365,000 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

<u>As at 31.12.2013</u>	<u>As at 31.12.2012</u>
150,272,920	150,272,920

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

There was no change in the Company's share capital for the year ended 31 December 2013.

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 external auditors.

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

As disclosed in Note 5 below, the Group had applied the same accounting policies and methods of computation in the financial statements for the current period as those for the audited financial statements for the year ended 31 December 2013.

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

In the current period, the Group adopted the new/revised Financial Reporting Standards ("FRS") and Interpretations of FRS ("INT FRS") that are effective for annual periods beginning on or after 1 January 2013.

- Amendments to FRS 1 Presentation of Items of Other Comprehensive Income
- FRS 19 (revised 2011) Employee Benefits
- Amendments to FRS 107 Disclosures – Offsetting Financial Assets and Financial Liabilities
- FRS 113 Fair Value Measurements

The adoption of the above did not result in any material change to the Group's accounting policies nor have any significant impact on the financial statements.

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

Basic and diluted earnings per share based on profit attributable to shareholders (in cent):	12 months ended 31.12.2013	12 months ended 31.12.2012
Continuing Operations	(1.15)	0.61
Discontinued Operations	(0.11)	(0.09)
Total	(1.26)	0.52

The basic earnings per share and fully diluted earnings per share for continuing operations have been calculated based on net loss attributable to shareholders of \$1,731,000 (FY2012: profit \$916,000) and the weighted average number of ordinary shares during the year was 150,272,920 (FY2012: 150,272,920).

The basic earnings per share and fully diluted earnings per share for discontinued operations in FY2013 have been calculated based on net loss attributable to shareholders of \$169,000

(FY2012: \$134,000) and the weighted average number of ordinary shares during the year was 150,272,920 (FY2012: 150,272,920).

- 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

As at	Group		Company	
	31.12.2013	31.12.2012	31.12.2013	31.12.2012
Net Asset Value per ordinary share (cents)	20.27	21.81	18.92	20.81

The net asset value per share of the Group has been calculated based on shareholders' equity of \$30,460,000 (31 December 2012: \$32,778,000) and 150,272,920 shares (31 December 2012: 150,272,920 shares).

The net asset value per share of the Company has been calculated based on shareholders' equity of \$28,427,000 (31 December 2012: \$31,274,000) and issued share capital of 150,272,920 shares (31 December 2012: 150,272,920 shares).

- 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

The principal historical activities of our Group involve the manufacture and sale of a wide range of customised precision elastomeric, polymeric and metallic components which are used in a variety of industries principally in office automation, lifestyle products, industrial application, consumer electronics and automotive industries.

Our elastomeric, polymeric and metallic component production capabilities range from material formulation and compounding as well as molding to secondary process including polymeric die-cutting, precision turning and precision machining of metallic components. Our production facilities and sales offices are located in Singapore, Johor, Malaysia, Batam, Indonesia, and Suzhou, PRC. Our customers include multinational corporations with presence in South East Asia, North and East Asia, the USA and Europe.

Income Statement

In accordance with the FRS, the results of the disposed group are presented separately as "Discontinued Operations".

- (i) Continuing Operations

For the year ended 31 December 2013, the Group's revenue decreased 13.2% to \$17.31 million as compared to revenue of \$19.94 million in FY2012. Revenue for a subsidiary in Malaysia recorded a substantial decrease in revenue due to the decline in demand of its key customers. In addition, the revenue contribution from the Polymeric subsidiary in Singapore was excluded in the second half of FY2013.

Gross profit declined by \$0.79 million or 11.1% to \$6.31 million in FY2013 from \$7.10 million in the previous corresponding period. The overall gross profit margin for FY2013 was 36.4% compared to 35.6% for the previous corresponding period.

Distribution costs and administrative expenses increased by 1.8% in FY2013 to \$7.54 million from \$7.40 million in FY2012 due to increase in legal fee, depreciation and withholding tax fee for restructuring of a PRC subsidiary. The increase was partly offset by the lower donation, audit fee and its disbursement, entertainment and staff related cost in FY2013.

Finance costs increased by \$13,000 to \$34,000 in FY2013 mainly for the interest incurred for the revolving credit facilities of a subsidiary in Malaysia and the hire purchase interest for motor vehicles.

The Group recorded other charges of \$385,000 in FY2013 (FY2012: \$402,000) mainly due to plant and equipment related cost, loss on disposal of \$156,000, cost for written off of \$83,000, reinstatement cost for the old facilities in Batam subsidiary of \$86,000. The Group recorded foreign exchange loss of \$323,000 in FY2012 due to the depreciation of US Dollar ("USD") against the Singapore Dollar ("SGD") and the stronger SGD versus Ringgit Malaysia ("MYR"), China Renminbi ("RMB") and Indonesia Rupiah ("IDR") during FY2012. In FY2013, we recorded allowance for slow moving and obsolete inventories of \$41,000 (FY2012: \$11,000) and allowance for impairment on trade and other receivables of \$46,000. (FY2012: \$21,000)

Other credits in FY2013 amounted to \$0.49 million compared to \$2.15 million in FY2012 mainly due to foreign exchange gain of \$0.25 million, Government Incentive and SME Cash Grant of \$0.15 million. The foreign exchange gain was due to the appreciation of US Dollar against the Singapore Dollar in FY2013. There was no contribution from the property division in FY2013 compared to the profit of \$2.15 million in FY2012 from the 50.54% shareholding interest in a BVI incorporated company that holds a 30% shareholding interest in a PRC developer.

The Group recorded a share of loss from an associate of \$60,000 in FY2013 for the pre-operating expenses of the Batu Pahat project in Malaysia.

In FY2013, the Group reported a loss before tax of \$1.24 million compared to the profit before tax of \$1.44 million in FY2012 and a loss after tax of \$1.90 million (FY2012 profit after tax: \$0.78 million).

(ii) Discontinued Operations

On 19 September 2013, the Group disposed of its polymeric subsidiary in PRC and reported a loss attributable to owners of \$169,000.

Financial Position

Non-current Assets

The Group's non-current assets decreased by \$1.12 million to \$2.93 million as at 31 December 2013 as compared to non-current assets of \$4.05 million as at 31 December 2012. The decline was mainly due to the depreciation and amortisation of plant and equipment of \$0.94 million, disposal of plant and equipment together with the loss on disposal of \$0.16 million, plant and equipment written off of \$0.08 million, and the foreign currency translation loss of plant and equipment in overseas operations of \$0.03 million; offset by the corresponding increase in the addition of new plant and equipment of \$0.72 million which consisted of the hire purchase of motor vehicle.

On 29 January 2013, the Group subscribed for 150,000 shares at an aggregate subscription price of MYR0.15 million for the acquisition of a 30% shareholding interest in a Malaysian developer.

Current Assets

The Group's current assets amounted to \$38.01 million as at 31 December 2013, an increase of \$4.20 million compared to 31 December 2012.

Inventories decreased by \$0.95 million and trade receivable decreased by \$0.77 million mainly due to the disposal of the the shares in PITSEA which held \$0.84 million in inventories and \$1.72 million in trade receivables.

Cash and cash equivalents increased by \$5.96 million mainly due to the proceeds from the disposal of PITSEA of \$1.49 million; offset against the payment for income tax of \$0.58 million, staff cost comprised mainly of bonus, directors' fees and the payment of the FY2012 final dividend of \$0.3 million in FY2013.

Total Liabilities

Total liabilities as at 31 December 2013 was \$10.48 million, a increase of \$5.40 million from \$5.08 million as at 31 December 2012.

Trade and related payables increased by \$5.18 million mainly due to the progress payment of RMB30.0 million for the proposed disposal of a 50.54% shareholding interest in a majority stake in a BVI incorporated company that holds a 30% shareholding interest in a PRC developer. In FY2012, the higher income tax recorded was due to profitable operations in higher tax jurisdictions. Additionally, losses incurred by subsidiaries in one tax jurisdiction were not available for offset against profit generated by subsidiaries in other tax jurisdictions. As at 31 December 2013, lower income tax was recorded due to prior year group relief shared between a Singapore Subsidiary and Holding Company.

Approximately \$0.66 million under non-current liabilities was for deferred tax and the financial lease liability which comprised of the outstanding amount from a hire purchase of motor vehicle as at 31 December 2013.

Total Equity

The equity decreased by \$2.32 million to \$30.46 million as at 31 December 2013 from \$32.78 million as at 31 December 2012. The Group recorded foreign currency translation reserve loss due to the appreciation of the SGD against MYR and IDR.

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

In the SGXNET announcement for FY2012 results released on 27 February 2013, the Directors referred to the disposal of its investment in Greatly Holdings Investment Limited (which has 30% interest in investment in associate - Tianjin Swan Lake Real Estate Development Co., Limited), the purchaser has paid the amount of RMB30,000,000 of the final outstanding amount of RMB64,030,000. The Directors are committed to proceed with the completion of the disposal.

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 remaining manufacturing business unit continues to face rising cost pressure mainly due to the increase in legislated minimum wages in the respective countries of operation in PRC, Indonesia and Malaysia. In addition, the recent downward trend in business activities is likely to continue when the manufacturing partners of a few key customers move businesses away from its subsidiaries. To mitigate the risk of further decline, the Group is concentrating on diversification away from its traditional businesses to other industries.

On 2 July 2013, the Company entered into a non-binding Letter of Intent to participate in a mixed development project in Medini Iskandar, Malaysia, as no agreement was reached at the time it lapsed, the Board has decided not to proceed with this project.

The mixed development project located in Batu Pahat, Malaysia was launched on 26 December 2013. Of the 246 units available, the project has so far received encouraging bookings for 158 units, which is equivalent to 64.2%.

Further to the announcement dated 29 April 2013 in relation to the writ of summons served on the Company, Allen & Gledhill has been appointed to act for the Company in respect of the suit. As the case is still in progress, the Board will provide shareholders with timely updates on any ongoing material developments in connection with the matter.

On 21 February 2014, the Company announced that it has entered into an agreement with Real Time Engineering Pte. Ltd. ("RTE") in connection with a proposed joint venture, pursuant to which the Company and RTE shall incorporate a new company to undertake the business of procuring,

assembling and installing fuel cell systems in commercial and other building for the generation of electricity and production of synthetic diesel in Singapore.

Meanwhile, the Group will continue to explore other opportunities which can enhance long term shareholder value. These include geographical expansion, mergers and acquisitions, divestment and partnering with long term strategic investor(s) who can add depth and breadth to the Group's existing business portfolio.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

No dividend has been declared for this period.

(b) Corresponding Period of the Immediately Preceding Financial Year

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

No dividend was declared for previous period.

(c) Date payable

No applicable.

(d) Books closure date

No applicable.

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

No dividend has been recommended.

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.,

No IPT general mandate has been obtained from the shareholders. There was no interested person transaction exceeding \$100,000 as at 31 December 2013.

14. NEGATIVE CONFIRMATION BY THE BOARD PURSUANT TO RULE 705(5)

Not applicable for full year results announcement.

PART II - 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.

Operating Segments

For management purposes, the Group is organized into operating segments based on their product and service which are independently managed by the respective segment managers responsible for the performance of the respective segments under their charge. The segment managers report directly to the management of the Company who regularly review the segment results in order to allocate resources to the segments and to assess the segment performance.

Segment Information

For management purposes, the Group is organized into controlling business units (“CBU”) based on their products and services which are further aggregated into four reportable segments as follows:

- 1) The *Office Automation* (“OA”) segment manufactures and distributes polymeric components, polymeric die-cutting services and precision turned parts for the office automation end products including printers, copiers, electronic devices, computers, note books and peripheral accessories.
- 2) The *Lifestyle Products* (“LP”) segment manufactures and distributes compound rubber and precision molded rubber parts and components for the consumer and life style products including household electrical appliances, consumer electronic devices, vibration control components and peripheral accessories.
- 3) The *Corporate* (“IH”) segment is involved in Group level corporate services, treasury functions and investments. It derives its income substantially from inter-company transactions.

Management monitors the operating results of its CBU separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss which in certain respects is measured differently from operating profit or loss in the consolidated financial statements. Financing cost (interest expense) and income taxes are managed on a group basis and are not allocated to operating segments. Transfer pricing between operating segments are on an arm’s length basis in a manner similar to transactions with third parties.

Financial Information by Operating Segments from Continuing Operations

	OA \$'000	LP \$'000	IH \$'000	Total \$'000
FY2013				
Revenue:				
External customers	1,852	15,487	-	17,339
Inter-segment	(23)	(6)	-	(29)
Total Revenue	<u>1,829</u>	<u>15,481</u>	<u>-</u>	<u>17,310</u>
Recurring EBITDA				
Depreciation	(139)	(633)	(94)	(866)
ORBIT	13	1,377	(2,670)	(1,280)
Finance costs	-	(22)	(12)	(34)
Other items	143	(48)	(17)	78
Loss before tax from continuing operations				<u>(1,236)</u>
Income tax expense				<u>(495)</u>
Loss from continuing operations				<u><u>(1,731)</u></u>
FY2012				
Revenue:				
External customers	3,840	16,135	-	19,975
Inter-segment	(34)	-	-	(34)
Total Revenue	<u>3,806</u>	<u>16,135</u>	<u>-</u>	<u>19,941</u>
Recurring EBITDA				
Depreciation	(324)	(706)	(24)	(1,054)
ORBIT	512	777	(1,583)	(294)
Finance costs	-	(21)	-	(21)
Other items	(58)	(135)	1,945	1,752
Profit before tax from continuing operations				<u>1,437</u>
Income tax expense				<u>(521)</u>
Profit from continuing operations				<u><u>916</u></u>

Assets and Reconciliations

	OA \$'000	LP \$'000	IH \$'000	Unallocated \$'000	Group \$'000
FY2013					
Total assets for reportable segments	1,137	7,953	13,587	-	22,677
Unallocated:					
Add: Cash and cash equivalents	-	-	-	18,261	18,261
Total group assets	1,137	7,953	13,587	18,261	40,938
FY2012					
Total assets for reportable segments	3,199	8,094	14,265	-	25,558
Unallocated:					
Add: Cash and cash equivalents	-	-	-	12,300	12,300
Total group assets	3,199	8,094	14,265	12,300	37,858

Liabilities and Reconciliations

	OA \$'000	LP \$'000	IH \$'000	Unallocated \$'000	Group \$'000
FY2013					
Total liabilities for reportable segments	166	1,783	7,305	-	9,254
Unallocated:					
Deferred and current tax liabilities	-	-	-	460	460
Other financial liabilities	-	-	-	386	386
Finance lease liabilities	-	-	-	378	378
Total group liabilities	166	1,783	7,305	1,224	10,478
FY2012					
Total liabilities for reportable segments	696	2,056	1,319	-	4,071
Unallocated:					
Deferred and current tax liabilities	-	-	-	585	585
Other financial liabilities	-	-	-	400	400
Finance lease liabilities	-	-	-	24	24
Total group liabilities	696	2,056	1,319	1,009	5,080

Geographical Information

The Group's main operations are located in Singapore, Malaysia, Indonesia and China. Revenue from external customers are attributed to the Group's countries of domicile and all foreign countries in total from which the Group derived revenues. Non-current assets are attributed to countries based on the Group's country of domicile and all foreign countries in total in which the entity holds assets.

The Group's reportable segment are based on differences in products and services, no additional disclosure of revenue information about products and services are required.

	Revenue		Non-Current Assets	
	2013 \$'000	2012 \$'000	2013 \$'000	2012 \$'000
Malaysia	6,826	8,493	1,406	1,771
Singapore	4,384	6,665	846	525
Indonesia	3,806	2,872	121	323
China	2,294	1,911	553	1,431
Total	17,310	19,941	2,926	4,050

Revenues from top two customers of the Group represent approximately \$2,680,000 (FY2012: \$2,750,000) and \$1,821,000 (FY2012: \$2,671,000) of the Group's total revenue respectively.

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

Refer to paragraph 8 - Review of the performance of the Group, found on pages 8 to 10 of this announcement.

17. A breakdown of sales

(In \$'000)	Group FY2013	Group FY2012	% Increase/(Decrease)
Sales reported for first half year	10,626	12,643	(16.0%)
Operating (loss)/profit after tax before deducting non-controlling interest reported for first half year	(1,124)	16	NM
Sales reported for second half year	6,684	7,298	(8.4%)
Operating (loss)/profit after tax before deducting non-controlling interest reported for second half year	(607)	900	NM

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

	Latest full year	Previous full year
(In \$ '000)	31 December 2013	31 December 2012
Total annual dividend – ordinary	301	NIL

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.

Pursuant to Rule 704(13) of the Listing Manual, 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

Cheong Weixiong
Executive Director
25 February 2014