

LIFEBRANDZ LTD

(Incorporated in the Republic of Singapore)
Company registration No. : 200311348E

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2015

PART 1 - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY RESULTS (Q1,Q2,Q3), HALF-YEAR AND FULL YEAR RESULTS

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

| | The Group | | % |
|--|--------------------|-----------------|------------|
| | Year ended 31 July | | |
| | 2015 S\$'000 | 2014 S\$'000 | |
| Continuing operations | | | |
| Revenue | 1,260 | 1,168 | 8% |
| Other gains (net) | | | |
| - Miscellaneous | 48 | 125 | -62% |
| Expenses | | | |
| - Inventories and consumables used | (581) | (412) | 41% |
| - Advertising, media and entertainment | (57) | (72) | -21% |
| - Employee benefits | (939) | (1,038) | -10% |
| - Amortisation and depreciation | (142) | (142) | 0% |
| - Rental on operating leases | (186) | (176) | 6% |
| - Transportation | (4) | (8) | -50% |
| - Legal and professional fees | (299) | (187) | 60% |
| - Licence and permits | 49 | - | N.M. |
| - Other operating expenses | (305) | (211) | 45% |
| Changes in inventories of finished goods | (3) | 4 | N.M. |
| Total expenses | (2,467) | (2,242) | 10% |
| Loss from continuing operations, before income tax | (1,159) | (949) | 22% |
| - Income tax expense | (4) | (3) | 33% |
| Loss from continuing operations, net of tax | (1,163) | (952) | 22% |
| Discontinued operations | | | |
| Loss from discontinued operations, net of tax | (1,800) | (5,820) | -69% |
| Loss for the financial year | (2,963) | (6,772) | -56% |
| Attributable to : | | | |
| Equity holders of the company | | | |
| - Continuing operations | (1,160) | (773) | |
| - Discontinued operations | (6,470) | (4,978) | |
| | (7,630) | (5,751) | |
| Non controlling interest | | | |
| - Continuing operations | (3) | (179) | |
| - Discontinued operations | 4,670 | (842) | |
| | 4,667 | (1,021) | |
| | (2,963) | (6,772) | |

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

| | The Group | |
|--|--------------------|-----------------|
| | Year ended 31 July | |
| | 2015 S\$'000 | 2014 S\$'000 |
| Loss from operations attributable to equity holders of the Company | (2,963) | (6,772) |
| Other comprehensive income: | | |
| Foreign currency translation | (2) | 6 |
| Total comprehensive income for the year | (2,965) | (6,766) |
| Attributable to : | | |
| Equity holders of the company | | |
| - Continuing operations | (1,162) | (767) |
| - Discontinued operations | (6,470) | (4,978) |
| | (7,632) | (5,745) |
| Non controlling interest | | |
| - Continuing operations | (3) | (179) |
| - Discontinued operations | 4,670 | (842) |
| | 4,667 | (1,021) |
| | (2,965) | (6,766) |

i) The Group's loss before tax is arrived at after charging / (crediting):-

| The Group | | |
|--|---------|---------|
| Year ended 31 July | | |
| | 2015 | 2014 |
| | S\$'000 | S\$'000 |
| Continuing operations | | |
| a) Depreciation on property, plant and equipment | 142 | 142 |
| b) Foreign exchange (gain) / loss | (6) | 27 |
| c) Interest income | (9) | (13) |
| d) Other income | (33) | (112) |
| e) Bad debts written off | 57 | - |

ii) Analysis on discontinued operations:-

| The Group | | |
|--|----------|----------|
| Year ended 31 July | | |
| | 2015 | 2014 |
| | S\$'000 | S\$'000 |
| Discontinued operations | | |
| Revenue | 9,633 | 20,671 |
| Depreciation on property, plant and equipment | (138) | (1,188) |
| Impairment on property, plant and equipment | (1,060) | (1,778) |
| Charge on fixed deposit | (1,980) | - |
| Other expenses | (11,402) | (23,525) |
| Gain on liquidation of subsidiaries (Note 1) | 3,147 | - |
| Loss from discontinued operations, before income tax | (1,800) | (5,820) |
| Income tax expense | - | - |
| Loss from discontinued operations, net of tax | (1,800) | (5,820) |

Note 1:

Gain on liquidation of subsidiaries

| | 2015 |
|--------------------------------|---------|
| | S\$'000 |
| Non-current assets | 725 |
| Current assets | 814 |
| Non-current liabilities | (1,134) |
| Current liabilities | (3,552) |
| Net liabilities derecognised | (3,147) |
| Cash proceeds from liquidation | - |
| | (3,147) |

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.

Statements of Financial Position

| | The Group | | The Company | |
|---------------------------------|------------------|----------------|--------------------|--------------|
| | 31/07/2015 | 31/07/2014 | 31/07/2015 | 31/07/2014 |
| | S\$'000 | S\$'000 | S\$'000 | S\$'000 |
| ASSETS | | | | |
| Current Assets | | | | |
| Cash and cash equivalents | 1,084 | 1,132 | 986 | 53 |
| Trade and other receivables | 128 | 821 | 544 | 3,439 |
| Other current assets | 162 | 219 | 41 | 30 |
| Inventories at cost | 13 | 315 | - | - |
| | 1,387 | 2,487 | 1,571 | 3,522 |
| Non-Current Assets | | | | |
| Property, plant and equipment | 9 | 2,028 | 1 | - |
| Fixed deposit | - | 1,980 | - | 1,980 |
| Deposit | - | 91 | - | - |
| Investments in subsidiaries | - | - | 321 | 321 |
| Other receivables | - | - | - | 621 |
| | 9 | 4,099 | 322 | 2,922 |
| Total Assets | 1,396 | 6,586 | 1,893 | 6,444 |
| LIABILITIES | | | | |
| Current Liabilities | | | | |
| Trade and other payables | 491 | 3,332 | 1,263 | 3,415 |
| | 491 | 3,332 | 1,263 | 3,415 |
| Non-current Liabilities | | | | |
| Provision | - | 1,134 | - | - |
| | - | 1,134 | - | - |
| Total Liabilities | 491 | 4,466 | 1,263 | 3,415 |
| Net Assets | 905 | 2,120 | 630 | 3,029 |
| SHAREHOLDERS' EQUITY | | | | |
| Share capital | 55,086 | 53,336 | 55,086 | 53,336 |
| Foreign currency translation | (29) | (27) | - | - |
| Accumulated losses | (54,159) | (48,820) | (54,456) | (50,307) |
| | 898 | 4,489 | 630 | 3,029 |
| Non controlling interest | 7 | (2,369) | - | - |
| Total equity | 905 | 2,120 | 630 | 3,029 |

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

| The Group | | | | |
|---|--------------------|----------------------|--------------------|----------------------|
| | As at 31/07/2015 | | As at 31/07/2014 | |
| | Secured S\$'000 | Unsecured S\$'000 | Secured S\$'000 | Unsecured S\$'000 |
| Amount repayable in one year or less or on demand | - | - | - | - |
| | - | - | - | - |
| Amount repayable after one year | - | - | - | - |
| | - | - | - | - |

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.

| The Group | | |
|--|--------------------|-----------------|
| | Year ended 31 July | |
| | 2015 S\$'000 | 2014 S\$'000 |
| Cash flows from operating activities | | |
| Loss before tax from continuing operations | (1,159) | (949) |
| Loss before tax from discontinued operations | (1,800) | (5,820) |
| Loss before tax, total | (2,959) | (6,769) |
| <u>Adjustments for:</u> | | |
| Depreciation of property, plant and equipment | 280 | 1,330 |
| Amortisation of intangible assets | - | 1,070 |
| Impairment on property, plant and equipment | 1,060 | 1,778 |
| Impairment on intangible assets | - | 1,160 |
| Property, plant and equipment written off | - | 28 |
| Allowance for doubtful debts | - | 205 |
| Exchange realignment | (2) | 6 |
| Interest income | (9) | (13) |
| Gain on liquidation of subsidiaries | (3,147) | - |
| Charge on Fixed Deposit | 1,980 | - |
| Bad debts written off | 57 | - |
| Finance Cost | - | 1 |
| Operating loss before changes in working capital | (2,740) | (1,204) |
| <u>Changes in working capital</u> | | |
| Decrease in trade and other receivables | 163 | 350 |
| Decrease in other current assets | 37 | 3 |
| Decrease in inventories | 203 | 22 |
| Increase / (Decrease) in trade and other payables | 712 | (1,674) |
| Cash used in operation | (1,625) | (2,503) |
| Interest received | 9 | 13 |
| Interest paid | - | (1) |
| Income taxes paid | (4) | (3) |
| Net cash used in operating activities | (1,620) | (2,494) |
| Cash flows from investing activities | | |
| Purchase of property, plant and equipment | (46) | (484) |
| Net cash outflows on liquidation of subsidiaries | (132) | - |
| Net cash used in investing activities | (178) | (484) |
| Cash flows from financing activities | | |
| Proceeds from issue of shares | 1,800 | 3,442 |
| Share issuance expenses | (50) | (57) |
| Repayments of hire purchase | - | (2) |
| Repayment of short-term loans | - | (500) |
| Net cash generated from financing activities | 1,750 | 2,883 |
| Net decrease in cash and cash equivalents | (48) | (95) |
| Cash and cash equivalents at the beginning of the financial year | 1,132 | 1,227 |
| Cash and cash equivalents at end of the financial year | 1,084 | 1,132 |
| 1(c)(i) Analysis of the balances of cash and cash equivalents | | |
| Cash and bank balances | 1,084 | 1,132 |

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.

(i) Consolidated statement of changes in equity for the period ended 31 July 2015 - Group

| | Share Capital S\$'000 | Foreign Currency Translation S\$'000 | Accumulated Losses S\$'000 | Non Controlling Interest S\$'000 | Total S\$'000 |
|---|-----------------------------|---|----------------------------------|---|------------------|
| Balance at 1 August 2014 | 53,336 | (27) | (48,820) | (2,369) | 2,120 |
| Issuance of shares | 1,800 | - | - | - | 1,800 |
| Share issuance expenses | (50) | - | - | - | (50) |
| Liquidation of subsidiaries | - | - | 2,291 | (2,291) | - |
| (Loss) / profit for the year | - | - | (7,630) | 4,667 | (2,963) |
| Other comprehensive income for the year | - | (2) | - | - | (2) |
| Balance at 31 July 2015 | 55,086 | (29) | (54,159) | 7 | 905 |
| Balance at 1 August 2013 | 49,951 | (33) | (43,069) | (1,348) | 5,501 |
| Issuance of shares | 3,442 | - | - | - | 3,442 |
| Share issuance expenses | (57) | - | - | - | (57) |
| Loss for the year | - | - | (5,751) | (1,021) | (6,772) |
| Other comprehensive income for the year | - | 6 | - | - | 6 |
| Balance at 31 July 2014 | 53,336 | (27) | (48,820) | (2,369) | 2,120 |

(ii) Consolidated statement of changes in equity for the period ended 31 July 2015 - Company

| | Share Capital S\$'000 | Accumulated Losses S\$'000 | Total S\$'000 |
|---------------------------------|-----------------------------|----------------------------------|------------------|
| Balance at 1 August 2014 | 53,336 | (50,307) | 3,029 |
| Issuance of shares | 1,800 | - | 1,800 |
| Share issuance expenses | (50) | - | (50) |
| Loss for the year | - | (4,149) | (4,149) |
| Balance at 31 July 2015 | 55,086 | (54,456) | 630 |
| Balance at 1 August 2013 | 49,951 | (43,776) | 6,175 |
| Issuance of shares | 3,442 | - | 3,442 |
| Share issuance expenses | (57) | - | (57) |
| Loss for the year | - | (6,531) | (6,531) |
| Balance at 31 July 2014 | 53,336 | (50,307) | 3,029 |

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 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.

The placement of 500,000,000 new ordinary shares were allotted and issued to respective Placees as per announcement dated 16 January 2015.

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.

| | Group | |
|---|---------------|---------------|
| | 31/07/2015 | 31/07/2014 |
| Total number of issued shares excluding treasury shares | 3,060,000,000 | 2,560,000,000 |

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.

There were no sales, transfer, disposal, cancellation and/or use of treasury shares as at the end of the current financial year reported on.

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

The figures have not been audited nor reviewed.

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.

The same accounting policies and methods of computation have been adopted for the current reporting year as compared with the most recently audited financial statements of LifeBrandz Ltd for the year ended 31 July 2014.

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 applied the same accounting policies and methods of computation in the preparation of the financial statements for the current reporting period compared with the audited financial statements as at 31 July 2014, except for the adoption of new or revised FRS that are mandatory for financial years on or after 1 August 2014. The adoption of these FRS has no significant impact to 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.**

| | The Group | |
|--|----------------------------|----------------------|
| | Year ended 31 July 2015 | 2014 |
| Earnings/(loss) per share ("EPS") for the period attributable to the equity holders of the Company : | | |
| Weighted average number of ordinary shares | <u>2,828,493,151</u> | <u>2,281,712,329</u> |
| Based on the weighted average number of ordinary shares | | |
| - from continuing operations - Basic & Diluted (cents) | (0.04) | (0.03) |
| - from discontinued operations - Basic & Diluted (cents) | (0.23) | (0.22) |
| | <u>(0.27)</u> | <u>(0.25)</u> |

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.**

| | The Group | | The Company | |
|--|----------------------------|------|----------------------------|------|
| | Year ended 31 July 2015 | 2014 | Year ended 31 July 2015 | 2014 |
| Net assets backing per ordinary share based on existing issued share capital as at the end of the period reported on (cents) | 0.03 | 0.08 | 0.02 | 0.12 |

8 **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must be 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.

Income Statement

Discontinued Operations

During the financial year, the Group completed a strategic review of the business operations and ceased the F&B club operations in the Clarke Quay area. The announcement on the closure of the Clarke Quay's operations was made on 13 March 2015. The closure of the affected venues comprise Aquanova, Fenix room, Mulligan's Irish pub (Clarke Quay branch), Playhouse and HopDog. The decision to cease the operations have been arrived at after reviewing the financial position of the affected entities, as well as their business prospects and environment. Having considered the intense competition that the entities have been facing, the trend of diminishing crowd spending and the impact on restricted liquor licensing hours, the Board has determined that the operations was not sustainable or commercially viable and directed the closure of the abovementioned clubs and the entities namely Cannery Leisure Pte Ltd, Tribeca Leisure Pte Ltd, Lux Leisure Pte Ltd, Brandz+ Pte Ltd and Luminox Pte Ltd were placed under liquidation as per announcement dated 7 May 2015.

Revenue

The Group achieved a revenue of S\$1.3 million for the financial year 2015 (FY2015), which saw an increase of 8% over last financial year. The increase of sales was mainly contributed by the new trading activity as generated by the group for the reported financial year. The trading business of component parts has been consistent and nurture positive business activity and profile within the group. The F&B club operations under the Mulligans concept maintains popularity and business activities with the regular crowd in Thailand. The club operations manage to attract tourist segment who regularly demand and patronise such casual and pleasure atmospheres. The management will continue to work closely with the outlet operations to manage the business activity for the Mulligans' outlet. The Group will direct and expand on the trading transactions to maintain and enhance business operations and activities.

Miscellaneous income and expenses consisting of interest income and other related miscellaneous income decreased to S\$0.05 million in FY2015. The decrease was mainly due to the recovery of legal cost received in the last financial year.

Cost & Expenses

Inventories and consumables usage saw an increase of 41% to S\$0.58 million. The increase was mainly due to higher revenues for the group in the reported year, and higher cost margin contributed from the trading activity in FY2015. Advertising, media and entertainment expense dropped by 21% to S\$0.06 million mainly due to lower advertising activities and cost control effort on such expenses. Employee benefits decreased by 10% to S\$0.94 million mainly due to fewer staff deployment and cost control by management in the reported year. Amortisation, depreciation and impairment maintained at S\$0.14 million in the reported year as related depreciation charge has been consistently held for the year.

The Group saw rental on operating lease slightly increased to S\$0.19 million in FY2015 mainly from rental expenses incurred for the head office premises. Legal and professional fees amounted to S\$0.30 million as there were allocated cost and payout incurred in the reported year which includes legal cost for advisory and shares placement. With the leaner structure, related transportation expenses has decreased drastically by 50% for the year. Licence and permits amounted to a credit of \$ 0.05 million due to the reversal of licensing fees in FY2015 which was previously provided for. Other operating expenses in FY2015 saw an increase to S\$0.31 million mainly due to the expense of related receivables of \$0.06 million written off in the reported year.

Total expenses in FY2015 amounted to S\$2.47 million. With the sales activities achieved for the year and the related expenses, the Group registered a loss of S\$1.16 million from continued operations in the reported financial year.

The Group recorded a loss of S\$1.80 million on the discontinued operations from the liquidation of the respective entities and the measurement of the assets and liabilities in FY2015. With the closure of the operations, the security deposit of \$1.98 million on the lease pre-termination was expense off in the reported year. The premises and lease were vacated and returned to the landlord resulting the write back of reinstatement provision which had been previously provided, and the related impairment of property, plant and equipment in the reported year.

The Group registered a loss of S\$2.96 million for the Group in FY2015 as compared to the loss \$6.77 million in the last financial year.

Statement of Financial Position and Statement of Cash Flows

The group's current assets held as at 31 July 2015 was S\$1.4 million. Non-current assets stated at approximately \$0.01 million as at 31 July 2015 comprising property, plant and equipment maintained after taking into account of depreciation, amortization and impairment in FY2015. Fixed Deposit of S\$1.98 million was utilized to settle the security deposit when the club operations predetermined the lease, closed and vacated the premises at Clarke Quay in March 2015.

Trade and other receivables decreased to S\$ 0.13 million partly due to the group's consistent collection effort and the closure of the operation activities during the year. Other current assets which include security deposit and prepayment decreased to S\$0.16 million as at 31 July 2015. Inventory amount saw a decrease from S\$0.3 million to S\$0.01 million as at 31 July 2015. The decrease on the related receivables and other current assets were mainly due to the transfer and re-measurement of such assets' value as a result of the discontinued operations and related liquidations of the respective entities during the financial year.

Trade and other payables decreased to S\$0.49 million as at 31 July 2015. Trade and other payables include trade suppliers' payables, payables to contractors and services, and provisions and accrual for the year. The decrease on the trade and other liabilities were due to the transfer and re-measurement of such liabilities resulting from the discontinued operations and liquidations of the entities in the reported year. The Group has cleared and settled all outstanding loans in FY2014 and has no outstanding loan as at 31 July 2015.

The Group has reversed the provision made for lease reinstatement of S\$1.13 million which operations and venues has been discontinued and the premises were returned to the landlord in FY2015.

The Group generated negative net cash in operating activities of S\$1.62 million for FY2015 mainly due to lower sales activities and payment from the outlet operations. Cash flows from investing activities of S\$0.18 million include improvement work and fittings for the operations, and related cash outflow from the liquidation of the respective entities. Cash flows from financing activities of S\$1.75 million were generated from the net proceed from issuance of 500,000,000 new ordinary shares in the reported year. Cash and cash equivalents stood at S\$1.08 million as at 31 July 2015.

Equity attributable to shareholders of the Group as at 31 July 2015 amounted to S\$0.91 million. Based on existing issued share capital of 3,060 million shares, net asset value per ordinary shares as at 31 July 2015 of the Group stood at 0.03 Singapore cents.

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 Group continues to remain cautious about the outlook and condition of the overall business environment. The Group is mindful of the intense competition of the industry and will continue to explore business opportunities to position and transform its business profile and strategic direction.

As per Announcement dated 16 July 2015, the Company had entered into a conditional sale and purchase agreement ("the SPA") with Healthtrends Medical Investments Limited ("Vendor") on 15 July 2015, to acquire ordinary shares of four Target Companies ("Sales Shares") which are currently owned or intends to own in whole or in part by the Vendor. The total purchase consideration for the proposed acquisition shall be Singapore Dollars One Hundred Million (S\$100,000,000) taking into consideration the valuation in aggregate to the Vendor's shareholdings in the Target Companies. The purchase price will be satisfied via the allotment and issuance by the Company for the account of each Vendor and/or its nominees of an aggregate 10,000,000,000 new shares ("Consideration Shares").

The Group will update on further development in this matter accordingly.

11 Dividend

(a) Current Financial Period Reported On

None

(b) Corresponding Period of the Immediately Preceding Financial Year

None

(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/recommended for the year under review.

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 did not have a general mandate for interested person transactions. There were no interested person transactions with amount more than S\$100,000 during the financial year 2015.

14 Utilisation of proceeds from the placement of new shares.

The net proceeds from the placement of 500,000,000 new ordinary shares at the issue price of S\$0.0036 per placement share in the share capital of the company was \$1,750,000, with the amount utilised as set out below :

| Intended use of net proceeds | Net proceeds from placement shares | Amount utilised | Balance |
|------------------------------|------------------------------------|-----------------|------------|
| | S\$'000 | S\$'000 | S\$'000 |
| Working Capital | 1,750 | (763) * | 987 |
| Total | <u>1,750</u> | <u>(763)</u> | <u>987</u> |

Note :

* The breakdown of the working capital utilised was as follows :-

| | S\$'000 |
|-----------------------------|------------|
| Salaries & related expenses | 506 |
| Professional fees | 220 |
| Operating Expenses | 37 |
| Total | <u>763</u> |

The use of proceed from the placement as at the date of this report, is in accordance with the intended use.

PART II ADDITIONAL INFORMATION REQUIRE FOR FULL YEAR ANNOUNCEMENT

- 15 Segmented revenue and results for the 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

| The Group | | |
|--------------------------------|---------|---------|
| Sales Revenue | | |
| Year ended 31 July | | |
| | 2015 | 2014 |
| | S\$'000 | S\$'000 |
| Continuing operations | | |
| Singapore | 213 | 10 |
| Thailand | 1,047 | 1,158 |
| | 1,260 | 1,168 |
| Discontinued operations | | |
| Singapore | 9,633 | 20,671 |
| | 10,893 | 21,839 |

| The Group | | | | |
|------------------------------|---------------------------|------------|--|------------|
| | Carrying Amount of Assets | | Property, Plant & Equipment and Intangible Asset | |
| | 31/07/2015 | 31/07/2014 | 31/07/2015 | 31/07/2014 |
| | S\$'000 | S\$'000 | S\$'000 | S\$'000 |
| Continuing operations | | | | |
| Singapore | 1,142 | 6,088 | 1 | 1,880 |
| Thailand | 254 | 498 | 8 | 148 |
| | 1,396 | 6,586 | 9 | 2,028 |

- 16 In the review of performance, the factors leading to any changes in contribution to turnover and earnings by the business or geographical segments

For discussion on material changes, please refer to paragraph 8.

- 17 A breakdown of sales

| The Group | | | |
|--|------------|------------|-------------------------|
| | 31/07/2015 | 31/07/2014 | % |
| | | | Increase/ (Decrease) |
| Continuing Operations | | | |
| Revenue reported for the first half year | 609 | 625 | -3% |
| Operating loss after tax reported for the first half year | (616) | (522) | 18% |
| Revenue reported for the second half year | 651 | 543 | 20% |
| Operating loss after tax reported for the second half year | (547) | (430) | 27% |

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

| Total Annual Dividend | | |
|-----------------------|------------|------------|
| | Year | Year |
| (S\$) | 31/07/2015 | 31/07/2014 |
| Ordinary | - | - |
| Preference | - | - |
| Total | - | - |

- 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.

| Name | Age | Family relationship with any director and/or substantial shareholder | Current position and duties, and the year the position was held | Details of changes in duties and position held, if any, during the year |
|------|-----|--|---|---|
|------|-----|--|---|---|

There are no persons occupying managerial positions in the Company or any of its principal subsidiaries who are relatives of a director or chief executive officer or substantial shareholder of the Company.

ON BEHALF OF THE BOARD OF DIRECTORS

Chng Weng Wah
CEO / Executive Director

29 September 2015