

Unaudited Financial Statements and Dividend Announcement for the period ended 30 September 2014

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

**1(a)(i) Consolidated Statement of Comprehensive Income**

	9 Months		3 Months	
	01.01.2014 to 30.09.2014	01.01.2013 to 30.09.2013	01.07.2014 to 30.09.2014	01.07.2013 to 30.09.2013
	S\$'000	S\$'000	S\$'000	S\$'000
Revenue	337,941	411,905	114,704	129,309
Cost of sales	(212,349)	(237,998)	(71,968)	(73,329)
Gross profit	125,592	173,907	42,736	55,980
Other income	4,439	2,872	1,892	1,421
Other (losses)/gains - net	(487)	16,519	(2,097)	4,803
Expenses				
- Advertising and promotion	(33,136)	(31,271)	(11,946)	(10,312)
- Marketing	(829)	(4,120)	(325)	(889)
- Selling and distribution	(58,052)	(56,759)	(19,608)	(19,604)
- Administrative	(19,361)	(21,408)	(6,332)	(6,801)
- Finance	(29)	(96)	(4)	(28)
Share of results of associated companies	515	82	102	326
<b>Profit before income tax</b>	<b>18,652</b>	<b>79,726</b>	<b>4,418</b>	<b>24,896</b>
Income tax expense	(2,972)	(9,155)	(1,271)	(2,558)
<b>Net profit attributable to equity holders of the Company</b>	<b>15,680</b>	<b>70,571</b>	<b>3,147</b>	<b>22,338</b>
<b>Other comprehensive (losses)/income:</b>				
<i>Items that may be reclassified subsequently to profit or loss:</i>				
Available-for-sale financial assets				
- Fair value (losses)/gains	(81,652)	74,667	(17,579)	(9,254)
- Reclassification on disposal	(1,978)	(21,286)	-	(10,811)
Currency translation gains/(losses) arising from consolidation	3,562	1,482	4,845	(1,086)
	(80,068)	54,863	(12,734)	(21,151)
<i>Items that will not be reclassified subsequently to profit or loss:</i>				
Revaluation gain on property, plant and equipment	-	1,322	-	-
<b>Other comprehensive (losses)/income for the period, net of tax</b>	<b>(80,068)</b>	<b>56,185</b>	<b>(12,734)</b>	<b>(21,151)</b>
<b>Total comprehensive (losses)/income attributable to equity holders of the Company</b>	<b>(64,388)</b>	<b>126,756</b>	<b>(9,587)</b>	<b>1,187</b>

1(a)(ii) Notes to Consolidated Statement of Comprehensive Income

Net profit for the period is derived after (crediting)/charging the following:

	9 Months		3 Months	
	01.01.2014 to 30.09.2014	01.01.2013 to 30.09.2013	01.07.2014 to 30.09.2014	01.07.2013 to 30.09.2013
	S\$'000	S\$'000	S\$'000	S\$'000
<u>Revenue</u>				
Dividend income from available-for-sale financial assets	(5,867)	(4,629)	(1,303)	(1,302)
<u>Cost of sales</u>				
Depreciation	3,915	2,934	1,398	1,134
Write-down of inventories, net	4,092	2,316	913	1,481
<u>Marketing expense</u>				
Depreciation	8	8	2	3
<u>Selling and distribution expense</u>				
Depreciation	2,733	1,924	877	661
(Write-back of impairment)/impairment of trade receivables, net	(174)	(41)	(103)	22
<u>Administrative expense</u>				
Depreciation	1,437	1,749	670	575
<u>Other losses/(gains) - net</u>				
Impairment loss on property, plant and equipment	541	1,100	-	-
Property, plant and equipment written-off	973	375	940	85
Fair value gains on available-for-sale financial assets reclassified from other comprehensive income on disposal	(1,978)	(21,286)	-	(10,811)
Fair value gains on financial assets, at fair value through profit or loss	(22)	(225)	-	(44)
Investment property written-off	174	-	-	-
Currency translation loss - net	1,244	5,573	1,008	5,889
Gain on disposal of property, plant and equipment	(511)	(784)	(163)	(301)
<u>Other income</u>				
Interest income	(562)	(333)	(199)	(135)
<u>Finance expense</u>				
Interest expense on bank borrowings	29	96	4	28
<u>Income tax</u>				
Under/(Over) provision of tax in respect of prior years	69	(376)	81	(253)

1(b) Balance Sheets

	Group		Company	
	As at 30.09.2014	As at 31.12.2013	As at 30.09.2014	As at 31.12.2013
	S\$'000	S\$'000	S\$'000	S\$'000
<b>ASSETS</b>				
<b>Current assets</b>				
Cash and cash equivalents	129,211	189,632	82,181	104,237
Trade and other receivables	67,126	73,557	68,023	55,666
Inventories	64,088	68,667	-	-
Current income tax recoverable	2,220	1,155	-	-
Other current assets	17,208	13,429	82	68
	<b>279,853</b>	<b>346,440</b>	<b>150,286</b>	<b>159,971</b>
<b>Non-current assets</b>				
Available-for-sale financial assets	166,379	250,371	360	360
Loans to subsidiaries	-	-	150,977	152,008
Investments in associated companies	5,822	5,326	-	-
Investments in subsidiaries	-	-	305,875	305,875
Investment properties	96,137	99,727	72,224	63,631
Property, plant and equipment	179,430	154,705	699	763
Deferred income tax assets	2,658	3,415	-	-
	<b>450,426</b>	<b>513,544</b>	<b>530,135</b>	<b>522,637</b>
<b>Total assets</b>	<b>730,279</b>	<b>859,984</b>	<b>680,421</b>	<b>682,608</b>
<b>LIABILITIES</b>				
<b>Current liabilities</b>				
Trade and other payables	80,447	95,879	194,727	160,338
Current income tax liabilities	1,036	4,934	176	238
Borrowings	2,400	7,036	-	-
	<b>83,883</b>	<b>107,849</b>	<b>194,903</b>	<b>160,576</b>
<b>Non-current liabilities</b>				
Borrowings	5,200	7,000	-	-
Provisions for other liabilities and charges	2,553	2,411	-	-
Deferred income tax liabilities	6,457	6,227	3,527	3,283
Other non-current liabilities	33	33	-	-
	<b>14,243</b>	<b>15,671</b>	<b>3,527</b>	<b>3,283</b>
<b>Total liabilities</b>	<b>98,126</b>	<b>123,520</b>	<b>198,430</b>	<b>163,859</b>
<b>NET ASSETS</b>	<b>632,153</b>	<b>736,464</b>	<b>481,991</b>	<b>518,749</b>
<b>EQUITY</b>				
<b>Capital and reserves attributable to equity holders of the Company</b>				
Share capital	219,536	219,188	219,536	219,188
Capital reserve	6,066	6,066	-	-
Other reserves	82,123	162,258	540	594
Retained profits	324,428	348,952	261,915	298,967
<b>TOTAL EQUITY</b>	<b>632,153</b>	<b>736,464</b>	<b>481,991</b>	<b>518,749</b>

**1(b) Balance Sheets (continued)**

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

Amount repayable in one year or less, or on demand

As at 30.09.2014		As at 31.12.2013	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
-	2,400	1,636	5,400

Amount repayable after one year but before five years

As at 30.09.2014		As at 31.12.2013	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
-	5,200	-	7,000

**Details of any collateral**

In 2013, short-term bank loan of the Group totalling \$1,636,000 was secured by a first mortgage over an investment property of a subsidiary.

1(c) Consolidated Statement of Cash Flows

	9 Months ended		3 Months ended	
	30.09.2014	30.09.2013	30.09.2014	30.09.2013
	S\$'000	S\$'000	S\$'000	S\$'000
<b>Cash flows from operating activities</b>				
Net profit for the period	15,680	70,571	3,147	22,338
Adjustments for :				
Income tax expense	2,972	9,155	1,271	2,558
Depreciation of property, plant and equipment	8,093	6,615	2,947	2,373
Dividend income from available-for-sale financial assets	(5,867)	(4,629)	(1,303)	(1,302)
Share-based payment expense	294	322	124	271
Property, plant and equipment written-off	973	375	940	85
Unrealised currency translation differences	4,120	1,383	3,974	2,127
Gain on disposal of property, plant and equipment	(511)	(784)	(163)	(301)
Fair value gains on financial assets, at fair value through profit or loss	(22)	(225)	-	(44)
Fair value gains on available-for-sale financial assets reclassified from other comprehensive on disposal	(1,978)	(21,286)	-	(10,811)
Investment property written-off	174	-	-	-
Interest expense	29	96	4	28
Interest income	(562)	(333)	(199)	(135)
Provision for retirement benefits	220	247	72	95
Impairment loss on property, plant and equipment	541	1,100	-	-
Share of results of associated companies	(515)	(82)	(102)	(326)
	23,641	62,525	10,712	16,956
Changes in working capital :				
Trade and other receivables	6,431	23,696	7,964	14,326
Inventories	4,579	74	(27)	(6,152)
Development properties	-	34,351	-	6,120
Other current assets	3,148	(6,370)	(1,198)	921
Trade and other payables	(15,432)	9,241	(3,425)	4,602
Cash generated from operations	22,367	123,517	14,026	36,773
Income tax paid	(6,960)	(24,137)	(1,487)	(8,161)
Retirement benefits paid	(110)	(106)	(42)	(23)
<b>Net cash provided by operating activities</b>	<b>15,297</b>	<b>99,274</b>	<b>12,497</b>	<b>28,589</b>

1(c) Consolidated Statement of Cash Flows (continued)

	9 Months ended		3 Months ended	
	30.09.2014	30.09.2013	30.09.2014	30.09.2013
	S\$'000	S\$'000	S\$'000	S\$'000
<b>Cash flows from investing activities</b>				
Dividends received from available-for-sale financial assets	5,867	4,629	1,303	1,302
Construction of investment property	(1,929)	-	-	-
Proceeds from disposal of property, plant and equipment	473	752	249	(23)
Proceeds from disposal of available-for-sale financial assets	2,340	28,766	-	14,036
Proceeds from disposal of financial assets, at fair value through profit or loss	3,900	12,565	-	9,328
Dividends received from an associated company	-	757	-	757
Purchases of property, plant and equipment	(25,267)	(23,610)	(4,634)	(11,801)
Deposits paid for property, plant and equipment	(11,141)	-	-	-
Purchases of financial assets, at fair value through profit or loss	(3,841)	(8,000)	-	(1,930)
Interest received	562	333	199	135
				-
<b>Net cash (used in)/provided by investing activities</b>	(29,036)	16,192	(2,883)	11,804
<b>Cash flows from financing activities</b>				
Dividends paid to equity holders of the Company	(40,217)	(5,744)	-	-
Interest paid	(29)	(96)	(4)	(28)
Repayments of borrowings	(6,436)	(7,633)	(1,499)	(1,672)
Proceeds from borrowings	-	4,412	-	628
Acquisition of non-controlling interests in a subsidiary	-	(85,121)	-	-
<b>Net cash used in financing activities</b>	(46,682)	(94,182)	(1,503)	(1,072)
<b>Net (decrease)/increase in cash and cash equivalents</b>	(60,421)	21,284	8,111	39,321
Cash and cash equivalents at beginning of financial period	189,632	181,496	121,100	163,459
<b>Cash and cash equivalents at end of financial period</b>	129,211	202,780	129,211	202,780
Represented by:				
Cash at bank and on hand	61,879	150,691	61,879	150,691
Fixed deposits with financial institutions	67,332	52,089	67,332	52,089
<b>Cash and cash equivalents as per balance sheet and above</b>	129,211	202,780	129,211	202,780

1(d)(i) Consolidated Statement of Changes in Equity

For the financial period ended 30 September 2014

	Attributable to equity holders of the Company										Total equity \$'000
	Share capital \$'000	Capital reserve \$'000	Property revaluation reserve \$'000	Fair value reserve \$'000	Foreign currency translation reserve \$'000	General reserve \$'000	Share-based payment reserve \$'000	Retained profits \$'000	Total \$'000	Non-controlling interests \$'000	
<b>Balance at 1 January 2014</b>	219,188	6,066	18,919	218,374	(38,239)	(37,250)	454	348,952	736,464	-	736,464
Employee share-based compensation scheme	-	-	-	-	-	-	-	-	-	-	-
- Value of employee services	-	-	-	-	-	-	85	-	85	-	85
- Issue of new shares	323	-	-	-	-	-	(323)	-	-	-	-
Total comprehensive loss for the period	-	-	-	(22,591)	(866)	(490)	-	7,348	(16,599)	-	(16,599)
<b>Balance at 31 March 2014</b>	219,511	6,066	18,919	195,783	(39,105)	(37,740)	216	356,300	719,950	-	719,950
Employee share-based compensation scheme	-	-	-	-	-	-	-	-	-	-	-
- Value of employee services	-	-	-	-	-	-	85	-	85	-	85
Dividends paid to equity holders of the Company	-	-	-	-	-	-	-	(40,217)	(40,217)	-	(40,217)
Transfer to retained profits on realisation	-	-	(2)	-	-	(1)	-	3	-	-	-
Total comprehensive loss for the period	-	-	-	(42,970)	(417)	-	-	5,185	(36,202)	-	(36,202)
<b>Balance at 30 June 2014</b>	219,511	6,066	18,917	152,813	(39,522)	(37,741)	301	321,271	641,616	-	641,616
Employee share-based compensation scheme	-	-	-	-	-	-	-	-	-	-	-
- Value of employee services	-	-	-	-	-	-	124	-	124	-	124
- Issue of new shares	25	-	-	-	-	-	(25)	-	-	-	-
Transfer to retained profits on realisation	-	-	(6)	-	-	(4)	-	10	-	-	-
Total comprehensive loss for the period	-	-	-	(17,579)	4,845	-	-	3,147	(9,587)	-	(9,587)
<b>Balance at 30 September 2014</b>	219,536	6,066	18,911	135,234	(34,677)	(37,745)	400	324,428	632,153	-	632,153

1(d)(i) Consolidated Statement of Changes in Equity (continued)

For the financial period ended 30 September 2013

	Attributable to equity holders of the Company										Total equity \$'000
	Share capital \$'000	Capital reserve \$'000	Property revaluation reserve \$'000	Fair value reserve \$'000	Foreign currency translation reserve \$'000	General reserve \$'000	Share-based payment reserve \$'000	Retained profits \$'000	Total \$'000	Non-controlling interests \$'000	
<b>Balance at 1 January 2013</b>	218,865	6,066	17,597	189,806	(40,183)	1,088	453	267,058	660,750	49,441	710,191
Employee share-based compensation scheme	-	-	-	-	-	-	-	-	-	-	-
- Value of employee services	-	-	-	-	-	-	26	-	26	-	26
- Issue of new shares	277	-	-	-	-	-	(277)	-	-	-	-
Acquisition of non-controlling interests in a subsidiary	-	-	-	-	-	(35,680)	-	-	(35,680)	(49,441)	(85,121)
Total comprehensive income for the period	-	-	1,322	46,005	1,268	-	-	19,758	68,353	-	68,353
<b>Balance at 31 March 2013</b>	219,142	6,066	18,919	235,811	(38,915)	(34,592)	202	286,816	693,449	-	693,449
Employee share-based compensation scheme	-	-	-	-	-	-	-	-	-	-	-
- Value of employee services	-	-	-	-	-	-	25	-	25	-	25
Dividends paid to equity holders of the Company	-	-	-	-	-	-	-	(5,744)	(5,744)	-	(5,744)
Total comprehensive income for the period	-	-	-	27,441	1,300	-	-	28,475	57,216	-	57,216
<b>Balance at 30 June 2013</b>	219,142	6,066	18,919	263,252	(37,615)	(34,592)	227	309,547	744,946	-	744,946
Employee share-based compensation scheme	-	-	-	-	-	-	-	-	-	-	-
- Value of employee services	-	-	-	-	-	-	271	-	271	-	271
- Issue of new shares	46	-	-	-	-	-	(46)	-	-	-	-
Total comprehensive income for the period	-	-	-	(20,065)	(1,086)	-	-	22,358	1,187	-	1,187
<b>Balance at 30 September 2013</b>	219,188	6,066	18,919	243,187	(38,701)	(34,592)	452	331,885	746,404	-	746,404



1(d)(i) Statement of Changes in Equity of the Company

For the financial period ended 30 September 2014

	Share capital	Fair value reserve	Share-based payment reserve	Retained profits	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Balance at 1 January 2014</b>	219,188	140	454	298,967	518,749
Employee share-based compensation scheme					
- Value of employee services	-	-	85	-	85
- Issue of new shares	323	-	(323)	-	-
Total comprehensive income for the period	-	-	-	1,436	1,436
<b>Balance at 31 March 2014</b>	219,511	140	216	300,403	520,270
Employee share-based compensation scheme					
- Value of employee services	-	-	85	-	85
Dividends paid to equity holders of the Company	-	-	-	(40,217)	(40,217)
Total comprehensive income for the period	-	-	-	1,012	1,012
<b>Balance at 30 June 2014</b>	219,511	140	301	261,198	481,150
Employee share-based compensation scheme					
- Value of employee services	-	-	124	-	124
- Issue of new shares	25	-	(25)	-	-
Total comprehensive income for the period	-	-	-	717	717
<b>Balance at 30 September 2014</b>	219,536	140	400	261,915	481,991

For the financial period ended 30 September 2013

	Share capital	Fair value reserve	Share-based payment reserve	Retained profits	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Balance at 1 January 2013</b>	218,865	7,637	453	195,089	422,044
Employee share-based compensation scheme					
- Value of employee services	-	-	26	-	26
- Issue of new shares	277	-	(277)	-	-
Total comprehensive income for the period	-	198	-	4,164	4,362
<b>Balance at 31 March 2013</b>	219,142	7,835	202	199,253	426,432
Employee share-based compensation scheme					
- Value of employee services	-	-	25	-	25
Dividends paid to equity holders of the Company	-	-	-	(5,744)	(5,744)
Total comprehensive income for the period	-	(7,697)	-	85,910	78,213
<b>Balance at 30 June 2013</b>	219,142	138	227	279,419	498,926
Employee share-based compensation scheme					
- Value of employee services	-	-	271	-	271
- Issue of new shares	46	-	(46)	-	-
Total comprehensive income for the period	-	-	-	2,246	2,246
<b>Balance at 30 September 2013</b>	219,188	138	452	281,665	501,443

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 year reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles 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.

	3 months ended 31.03.2014	3 months ended 30.06.2014	3 months ended 30.09.2014
Issued and fully paid ordinary shares ('000):			
As at beginning of period	574,328	574,528	574,528
Issued during the period			
- pursuant to the grant of awards under employee share-based compensation scheme	200	-	33
As at end of period	574,528	574,528	574,561

1(d)(iii) To show number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer as at end of the current financial period and as at end of the immediately preceding year.

The Company does not have any treasury shares.

1(d)(iv) To show the total number of issued shares excluding treasury shares as at end of the current financial period and as at end of the immediately preceding year:-

	30.09.2014	31.12.2013
Number of issued shares excluding treasury shares ('000)	574,561	574,328

1(d)(v) 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, transfers, disposal, cancellation and/or use of treasury shares as at 30 September 2014 (31 December 2013: Nil).

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.

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 adopted the same accounting policies and methods of computation in the financial statements for the current reporting year compared with 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.

Not applicable.

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.

**Earnings per ordinary share of the Group**

	Group		Group	
	9 Months		3 Months	
	01.01.2014 To 30.09.2014	01.01.2013 To 30.09.2013	01.07.2014 To 30.09.2014	01.07.2013 To 30.09.2013
Earnings per ordinary share for the period based on net profit attributable to equity holders of the Company during the period:-				
(a) Based on weighted average number of ordinary shares in issue (cents)	2.73	12.29	0.55	3.89
(b) On a fully diluted basis (cents)	2.73	12.28	0.55	3.89
Weighted average number of ordinary shares in issue for calculation of basic earnings per share ('000)	574,525	574,308	574,548	574,322
Weighted average number of ordinary shares in issue for calculation of diluted earnings per share ('000)	574,688	574,513	574,692	574,583

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.

	Group		Company	
	30.09.2014 Cents	31.12.2013 Cents	30.09.2014 Cents	31.12.2013 Cents
Net asset value per ordinary share based on total number of issued shares excluding treasury shares as at the end of the reporting period	110.02	128.23	83.89	90.32

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.

8(a) Year to Date Results - 9 Months ended 30 September 2014 vs. 9 Months ended 30 September 2013

**Food and Beverage division performance**

The Food and Beverage ("F&B") revenue increased by 0.5% to \$332.08 million for the financial period ended 30 September 2014 as compared to \$330.40 million recorded in the corresponding financial period last year. The F&B division gross profit decreased by 7.4% to \$112.57 million for the financial period ended 30 September 2014 as compared to \$121.60 million recorded in the corresponding financial period last year. This is mainly due to higher inventory written off, utility expense, repair and maintenance expenses and commencement of depreciation for new production line in the current period.

Overall, the F&B division recorded a lower net profit after tax attributable to equity holders of the Company of \$6.95 million in the current financial period as compared to net profit after tax of \$12.42 million in corresponding financial period last year mainly due to:

- Lower gross profit of \$9.03 million; and
- Higher selling and distribution costs of \$1.46 million mainly due to higher distribution and logistics expenses in Malaysia and Indonesia as a result of higher sales as well as higher distribution costs from increase in rental and salary related expenses in Singapore.

The decreases were partially offset by:

- Lower administrative expenses of \$1.85 million mainly due to lower professional fees incurred by subsidiaries in Singapore and Malaysia and lower rental, utilities and staff costs in China; and
- Lower other losses (net) of \$2.90 million mainly attributable to lower translation losses.

**Property division performance**

There were no property related activities in the current period since the sale of the last residential property unit in December 2013.

**Group performance**

The Group's net profit after tax attributable to equity holders of the Company decreased by \$54.89 million to \$15.68 million in the current financial period as compared to \$70.57 million recorded in the corresponding financial period last year. This was mainly due to the absence of \$33.67 million net profit from Property division, \$5.47 million lower net profit from F&B division, \$19.31 million lower fair value gains derived from disposal of available-for-sale financial assets; partially offset by \$1.16 million higher rental income from investment properties and higher dividend income of \$1.24 million from quoted equity investments.

**8(b) Third Quarter Results - 3 Months ended 30 September 2014 vs. 3 Months ended 30 September 2013**

**Food and Beverage division performance**

The F&B revenue increased by 2.9% to \$113.40 million for the quarter ended 30 September 2014 as compared to \$110.26 million recorded in the corresponding quarter last year. The F&B gross profit decreased by \$2.38 million mainly due to depreciation for new production line in the current quarter.

The F&B division recorded \$3.10 million net profit after tax in the current quarter as compared to \$3.16 million net profit after tax in the corresponding quarter last year mainly due to:

- Lower gross profit of \$2.38 million; and
- Higher advertising and promotional expense of \$1.15 million due to increased promotional activities in Malaysia.

The decreases were partially offset by:

- Lower other losses (net) of \$4.05 million mainly due to lower translation losses.

**Property division performance**

There were no property related activities in the current quarter since the sale of the last residential property unit in December 2013.

**Group performance**

The Group recorded net profit after tax attributable to equity holders of the Company of \$3.15 million in the current quarter as compared to a net profit after tax of \$22.34 million in the corresponding quarter last year. The \$19.19 million decrease in net profit was mainly contributed by \$9.17 million lower net profit from Property division and \$10.81 million lower fair value gain from disposal of available-for-sale financial assets.

**8(c) Balance Sheets – 30 September 2014 vs. 31 December 2013**

***Group***

Cash and cash equivalents decreased by \$60.42 million from \$189.63 million as at 31 December 2013 to \$129.21 million as at 30 September 2014. The decrease was mainly due to dividends paid to equity holders of the Company, purchases of and deposits paid for property, plant and equipment; and partially offset by cash generated from operating activities. Please refer to Note 8(d) for more details.

Trade and other receivables decreased by \$6.43 million from \$73.56 million to \$67.13 million due to collection from F&B customers and remaining receivables relating to sale of properties.

Available-for-sale financial assets decreased by \$83.99 million from \$250.37 million as at 31 December 2013 to \$166.38 million as at 30 September 2014 due to fair value loss and disposal of a quoted investment in the current financial period.

Property, plant and equipment increased by \$24.72 million from \$154.71 million as at 31 December 2013 to \$179.43 million as at 30 September 2014. The increase was mainly due to additions of \$29.48 million, reclassification of \$4.43 million from investment properties as a result of the change in use of a property from investment holding to warehousing in the current financial period and partially offset by current period's depreciation charge of \$8.09 million.

Trade and other payables decreased by \$15.43 million from \$95.88 million as at 31 December 2013 to \$80.45 million as at 30 September 2014. The decrease was largely due to lower accruals as well as settlement of other payables for capital expenditure.

***Company***

Cash and cash equivalents decreased by \$22.06 million from \$104.24 million as at 31 December 2013 to \$82.18 million as at 30 September 2014 mainly due to \$40.22 million dividends paid to equity holders of the Company and \$8.59 million additions to investment properties, partially offset by \$23.06 million net advances from subsidiaries.

As a result, investment properties increased from \$63.63 million as at 31 December 2013 to \$72.22 million as at 30 September 2014, trade and other receivables increased from \$55.67 million as at 31 December 2013 to \$68.02 million as at 30 September 2014, and trade and other payables increased from \$160.34 million as at 31 December 2013 to \$194.73 million as at 30 September 2014.

**8(d) Statement of Cash Flows**

**Year to Date - 9 Months ended 30 September 2014 vs. 9 Months ended 30 September 2013**

The Group registered a net decrease in cash and cash equivalents of \$60.42 million for the period ended 30 September 2014.

Net operating cash inflow for the Group was \$15.30 million, of which \$14.22 million was contributed by F&B division and \$1.08 million was contributed by Property division.

Net cash outflow from investing activities of \$29.04 million was mainly due to \$36.41 million purchases of and deposits paid for property, plant and equipment; partially offset by \$5.87 million dividend income received and net proceeds of \$2.40 million from disposals of quoted investments.

Net cash outflow from financing activities of \$46.68 million was mainly due to \$40.22 million dividend paid to equity holders of the Company and \$6.44 million repayment of bank borrowings.

**Third Quarter - 3 months ended 30 September 2014 vs. 3 months ended 30 September 2013**

The Group registered a net increase in cash and cash equivalents of \$8.11 million for the quarter ended 30 September 2014.

Net operating cash inflow for the Group of \$12.50 million arose from \$13.62 million inflow contributed by F&B division and partially offset by \$1.12 million outflow in Property division.

Net cash outflow from investing activities of \$2.88 million in the current financial period was mainly due to purchase of property, plant and equipment of \$4.63 million; partially offset by dividend income received of \$1.30 million.

Net cash outflow from financing activities of \$1.50 million arose primarily from repayment of bank borrowings.

**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 year and the next 12 Months.**

The continued increase in raw material prices and energy costs, coupled with continued pressure on sales and selling prices due to intense competition will put pressure on the Group's earnings for the Food and Beverage division. Nevertheless, the Group expects its 2014 earnings for Food and Beverage to be satisfactory.

*This release may contain forward-looking statements that involve risks and uncertainties. Actual future performance, outcomes and results may differ materially from those expressed in forward-looking statements as a result of a number of risks, uncertainties and assumptions. Representative examples of these factors include (without limitation) general industry and economic conditions, interest rate movements, cost of capital and capital availability, competition from other companies and venues for sale/manufacture/distribution of goods and services, shift in customer demands, customers and partners, changes in operating expenses, including employee wages, benefits and training, and governmental and public policy changes. You are cautioned not to place undue reliance on these forward-looking statements, which are based on current view of management on future events*

**11. Contingent Liability**

None.

**12. Dividend**

**(a) Current Financial Period Reported On**

Any dividend declared for the current financial period reported on?

None.

**(b) Corresponding Period of the Immediately Preceding Financial Period**

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

None.

**(c) Date payable**

Not applicable.

**(d) Books closure date**

Not applicable.

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

No dividend is recommended for the financial period reported on.

**14. Interested Person Transactions**

The Company does not have a shareholders' mandate for interested person transactions.

BY ORDER OF THE BOARD

Lim Swee Lee Joanne  
Company Secretary  
10 November 2014



**STATEMENT PURSUANT TO RULE 705(4) OF THE LISTING MANUAL**

The directors confirm that, to the best of their knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited financial statements for the period ended 30 September 2014 to be false or misleading in any material respect.

On behalf of the Directors



TJONG YIK MIN  
Director



KOH BOON HWEE  
Director

10 November 2014