

YHS YEO HIAP SENG LIMITED

(Company Registration No. 195500138Z)

Unaudited Financial Statements and Dividend Announcement for the period ended 30 September 2015

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	
	01.01.2015 to 30.09.2015	01.01.2014 to 30.09.2014	01.07.2015 to 30.09.2015	01.07.2014 to 30.09.2014
	S\$'000	S\$'000	S\$'000	S\$'000
Revenue	347,901	337,941	109,484	114,704
Cost of sales	(209,083)	(212,349)	(65,666)	(71,968)
Gross profit	138,818	125,592	43,818	42,736
Other income	4,946	4,439	1,675	1,892
Other gains/(losses) - net	3,453	(487)	4,560	(2,097)
Expenses				
- Advertising and promotion	(32,087)	(33,136)	(9,433)	(11,946)
- Marketing	(1,239)	(829)	(527)	(325)
- Selling and distribution	(60,415)	(58,052)	(19,275)	(19,608)
- Administrative	(27,672)	(19,361)	(9,902)	(6,332)
- Finance	(49)	(29)	(7)	(4)
Share of profit of associated companies	526	515	133	102
Profit before income tax	26,281	18,652	11,042	4,418
Income tax expense	(3,704)	(2,972)	(1,622)	(1,271)
Net profit for the period attributable to equity holders of the Company	22,577	15,680	9,420	3,147
Other comprehensive (losses)/gains: Items that may be reclassified subsequently to profit or loss:				
Available-for-sale financial assets				
- Fair value losses	(48,979)	(81,652)	(44,272)	(17,579)
- Reclassification	(130)	(1,978)	-	-
Currency translation (losses)/gains arising from consolidation	(20,086)	3,562	(12,753)	4,845
Other comprehensive losses for the period, net of tax	(69,195)	(80,068)	(57,025)	(12,734)
Total comprehensive losses attributable to equity holders of the Company	(46,618)	(64,388)	(47,605)	(9,587)

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	
	01.01.2015 to 30.09.2015	01.01.2014 to 30.09.2014	01.07.2015 to 30.09.2015	01.07.2014 to 30.09.2014
	S\$'000	S\$'000	S\$'000	S\$'000
<u>Revenue</u>				
Dividend income from available-for-sale financial assets	(4,037)	(5,867)	(1,303)	(1,303)
<u>Cost of sales</u>				
Depreciation	4,636	3,915	1,487	1,398
Write-down of inventories, net	2,020	4,092	576	913
<u>Marketing expense</u>				
Depreciation	10	8	3	2
<u>Selling and distribution expense</u>				
Depreciation	2,634	2,733	836	877
Impairment of/(Write-back of impairment on) trade receivables, net	137	(174)	171	(103)
<u>Administrative expense</u>				
Depreciation	1,996	1,437	662	670
<u>Other losses/(gains) - net</u>				
Impairment loss on property, plant and equipment	-	541	-	-
Property, plant and equipment written-off	315	973	245	940
Fair value gains on available-for-sale financial assets reclassified from other comprehensive income on disposal	(130)	(1,978)	-	-
Fair value gains on financial assets, at fair value through profit or loss	-	(22)	-	-
Investment property written-off	-	174	-	-
Currency translation (gain)/loss - net	(3,105)	1,244	(4,728)	1,008
Gain on disposal of property, plant and equipment	(4)	(511)	-	(163)
<u>Other income</u>				
Interest income	(378)	(562)	(139)	(199)
<u>Finance expense</u>				
Interest expense on bank borrowings	49	29	7	4
<u>Income tax</u>				
(Over)/Under provision of tax in respect of prior years	(1,291)	69	337	81

1(b) Balance Sheets

	Group		Company	
	As at 30.09.2015	As at 31.12.2014	As at 30.09.2015	As at 31.12.2014
	S\$'000	S\$'000	S\$'000	S\$'000
ASSETS				
Current assets				
Cash and cash equivalents	127,111	130,821	65,370	85,978
Trade and other receivables	91,228	67,991	68,266	60,933
Inventories	61,520	62,556	-	-
Current income tax recoverable	1,381	1,534	-	-
	281,240	262,902	133,636	146,911
Non-current assets				
Available-for-sale financial assets	99,762	148,971	150	530
Loans to subsidiaries	-	-	23,145	152,623
Investments in associated companies	5,617	5,157	-	-
Investments in subsidiaries	-	-	443,875	305,875
Investment properties	106,300	105,205	75,264	75,000
Property, plant and equipment	184,517	194,505	853	731
Deferred income tax assets	1,451	2,651	-	-
	397,647	456,489	543,287	534,759
Total assets	678,887	719,391	676,923	681,670
LIABILITIES				
Current liabilities				
Trade and other payables	89,688	74,412	164,036	191,403
Current income tax liabilities	699	1,043	153	209
Borrowings	2,400	2,400	-	-
	92,787	77,855	164,189	191,612
Non-current liabilities				
Borrowings	2,800	4,600	-	-
Provisions for other liabilities and charges	2,152	2,494	-	-
Deferred income tax liabilities	8,696	7,248	137	88
Other non-current liabilities	37	34	-	-
	13,685	14,376	137	88
Total liabilities	106,472	92,231	164,326	191,700
NET ASSETS	572,415	627,160	512,597	489,970
EQUITY				
Capital and reserves attributable to equity holders of the Company				
Share capital	221,990	219,593	221,990	219,593
Capital reserve	6,066	6,066	-	-
Other reserves	(4,464)	63,791	1,397	708
Retained profits	348,823	337,710	289,210	269,669
TOTAL EQUITY	572,415	627,160	512,597	489,970

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

Amount repayable in one year or less, or on demand

As at 30.09.2015		As at 31.12.2014	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
-	2,400	-	2,400

Amount repayable after one year but before five years

As at 30.09.2015		As at 31.12.2014	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
-	2,800	-	4,600

Details of any collateral

The Company does not have any collateral.

1(c) Consolidated Statement of Cash Flows

	9 Months ended		3 Months ended	
	30.09.2015	30.09.2014	30.09.2015	30.09.2014
	S\$'000	S\$'000	S\$'000	S\$'000
Cash flows from operating activities				
Net profit for the period	22,577	15,680	9,420	3,147
Adjustments for :				
Income tax expense	3,704	2,972	1,622	1,271
Depreciation of property, plant and equipment	9,276	8,093	2,988	2,947
Dividend income from available-for-sale financial assets	(4,037)	(5,867)	(1,303)	(1,303)
Share-based payment expense and other employee benefits	3,596	294	693	124
Property, plant and equipment written-off	315	973	245	940
Unrealised currency translation differences	(9,654)	4,120	(8,996)	3,974
Gain on disposal of property, plant and equipment	(4)	(511)	-	(163)
Fair value gains on financial assets, at fair value through profit or loss	-	(22)	-	-
Fair value gains on available-for-sale financial assets reclassified from other comprehensive on disposal	(130)	(1,978)	-	-
Investment property written-off	-	174	-	-
Interest expense	49	29	7	4
Interest income	(378)	(562)	(139)	(199)
Provision for retirement benefits	214	220	69	72
Impairment loss on property, plant and equipment	-	541	-	-
Share of profit of associated companies	(526)	(515)	(133)	(102)
	25,002	23,641	4,473	10,712
Changes in working capital :				
Trade and other receivables	(11,599)	9,579	10,897	6,766
Inventories	1,036	4,579	85	(27)
Trade and other payables	15,276	(15,432)	1,547	(3,425)
Cash generated from operations	29,715	22,367	17,002	14,026
Income tax paid	(394)	(6,960)	(259)	(1,487)
Retirement benefits paid	(201)	(110)	(111)	(42)
Net cash provided by operating activities	29,120	15,297	16,632	12,497

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

	9 Months ended		3 Months ended	
	30.09.2015	30.09.2014	30.09.2015	30.09.2014
	S\$'000	S\$'000	S\$'000	S\$'000
Cash flows from investing activities				
Dividends received from available-for-sale financial assets	4,037	5,867	1,303	1,303
Construction of investment properties	-	(1,929)	-	-
Proceeds from disposal of property, plant and equipment	494	473	-	249
Proceeds from disposal of available-for-sale financial assets	-	2,340	-	-
Proceeds from disposal of financial assets, at fair value through profit or loss	-	3,900	-	-
Purchases of property, plant and equipment	(12,759)	(25,267)	(5,567)	(4,634)
Deposits paid for property, plant and equipment	(11,638)	(11,141)	-	-
Purchases of financial assets, at fair value through profit or loss	-	(3,841)	-	-
Interest received	378	562	139	199
Net cash used in investing activities	(19,488)	(29,036)	(4,125)	(2,883)
Cash flows from financing activities				
Dividends paid	(11,493)	(40,217)	-	-
Interest paid	(49)	(29)	(7)	(4)
Repayments of borrowings	(1,800)	(6,436)	(600)	(1,499)
Net cash used in financing activities	(13,342)	(46,682)	(607)	(1,503)
Net (decrease)/increase in cash and cash equivalents	(3,710)	(60,421)	11,900	8,111
Cash and cash equivalents at beginning of financial period	130,821	189,632	115,211	121,100
Cash and cash equivalents at end of financial period	127,111	129,211	127,111	129,211
Represented by:				
Cash at bank and on hand	46,886	61,879	46,886	61,879
Fixed deposits with financial institutions	80,225	67,332	80,225	67,332
Cash and cash equivalents as per balance sheet and above	127,111	129,211	127,111	129,211

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

For the financial period ended 30 September 2015

	Attributable to equity holders of the Company									
	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 equity \$'000	
Balance at 1 January 2015	219,593	6,066	18,905	117,796	(35,588)	(37,750)	428	337,710	627,160	
Employee share-based compensation scheme	-	-	-	-	-	-	66	-	66	
- Value of employee services	241	-	-	-	-	-	(241)	-	-	
- Issue of new shares	-	-	(6)	-	-	(4)	-	10	-	
Transfer to retained profits on realisation	-	-	-	42,970	1,961	-	-	9,153	54,084	
Total comprehensive income for the period										
Balance at 31 March 2015	219,834	6,066	18,899	160,766	(33,627)	(37,754)	253	346,873	681,310	
Employee share-based compensation scheme	-	-	-	-	-	-	2,607	-	2,607	
- Value of employee services	1,915	-	-	-	-	-	(1,915)	-	-	
- Issue of new shares	-	-	-	-	-	-	-	(11,493)	(11,493)	
Dividends paid	-	-	(6)	-	-	(3)	-	9	-	
Transfer to retained profits on realisation	-	-	-	(47,807)	(9,294)	-	-	4,004	(53,097)	
Total comprehensive loss for the period										
Balance at 30 June 2015	221,749	6,066	18,893	112,959	(42,921)	(37,757)	945	339,393	619,327	
Employee share-based compensation scheme	-	-	-	-	-	-	693	-	693	
- Value of employee services	241	-	-	-	-	-	(241)	-	-	
- Issue of new shares	-	-	(6)	-	-	(4)	-	10	-	
Transfer to retained profits on realisation	-	-	-	(44,272)	(12,753)	-	-	9,420	(47,605)	
Total comprehensive loss for the period										
Balance at 30 September 2015	221,990	6,066	18,887	68,687	(55,674)	(37,761)	1,397	348,823	572,415	

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

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
Balance at 1 January 2014	219,188	6,066	18,919	218,374	(38,239)	(37,250)	454	348,952	736,464
Employee share-based compensation scheme	-	-	-	-	-	-	85	-	85
- Value of employee services	323	-	-	-	-	-	(323)	-	-
- Issue of new shares	-	-	-	(22,591)	(866)	(490)	-	7,348	(16,599)
Total comprehensive loss for the period	-	-	-	-	-	-	-	-	-
Balance at 31 March 2014	219,511	6,066	18,919	195,783	(39,105)	(37,740)	216	356,300	719,950
Employee share-based compensation scheme	-	-	-	-	-	-	85	-	85
- Value of employee services	-	-	-	-	-	-	-	(40,217)	(40,217)
Dividends paid	-	-	(2)	-	-	(1)	-	3	-
Transfer to retained profits on realisation	-	-	-	(42,970)	(417)	-	-	5,185	(38,202)
Total comprehensive loss for the period	-	-	-	-	-	-	-	-	-
Balance at 30 June 2014	219,511	6,066	18,917	152,813	(39,522)	(37,741)	301	321,271	641,616
Employee share-based compensation scheme	-	-	-	-	-	-	124	-	124
- Value of employee services	82	-	-	-	-	-	(82)	-	-
- Issue of new shares	-	-	(6)	-	-	(4)	-	10	-
Transfer to retained profits on realisation	-	-	-	(17,579)	4,845	-	-	3,147	(9,587)
Total comprehensive loss for the period	-	-	-	-	-	-	-	-	-
Balance at 30 September 2014	219,593	6,066	18,911	135,234	(34,677)	(37,745)	343	324,428	632,153

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

For the financial period ended 30 September 2015

	Share capital	Fair value reserve	Share-based payment reserve	Retained profits	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
Balance at 1 January 2015	219,593	280	428	269,669	489,970
Employee share-based compensation scheme					
- Value of employee services	-	-	66	-	66
- Issue of new shares	241	-	(241)	-	-
Total comprehensive income for the period	-	-	-	1,776	1,776
Balance at 31 March 2015	219,834	280	253	271,445	491,812
Employee share-based compensation scheme					
- Value of employee services	-	-	2,607	-	2,607
- Issue of new shares	1,915	-	(1,915)	-	-
Dividends paid	-	-	-	(11,493)	(11,493)
Total comprehensive income for the period	-	(280)	-	28,457	28,177
Balance at 30 June 2015	221,749	-	945	288,409	511,103
Employee share-based compensation scheme					
- Value of employee services	-	-	693	-	693
- Issue of new shares	241	-	(241)	-	-
Total comprehensive income for the period	-	-	-	801	801
Balance at 30 September 2015	221,990	-	1,397	289,210	512,597

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
Balance at 1 January 2014	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
Balance at 31 March 2014	219,511	140	216	300,403	520,270
Employee share-based compensation scheme					
- Value of employee services	-	-	85	-	85
Dividends paid	-	-	-	(40,217)	(40,217)
Total comprehensive income for the period	-	-	-	1,012	1,012
Balance at 30 June 2014	219,511	140	301	261,198	481,150
Employee share-based compensation scheme					
- Value of employee services	-	-	124	-	124
- Issue of new shares	82	-	(82)	-	-
Total comprehensive income for the period	-	-	-	717	717
Balance at 30 September 2014	219,593	140	343	261,915	481,991

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 year of the immediately preceding financial year.

	3 months ended 31.03.2015	3 months ended 30.06.2015	3 months ended 30.09.2015
Issued and fully paid ordinary shares ('000):			
As at beginning of period	574,561	574,659	575,789
Issued during the period			
- pursuant to the grant of awards under employee share-based compensation scheme	98	1,130	98
As at end of period	574,659	575,789	575,887

The Company does not have any convertibles.

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:-

	30.09.2015	31.12.2014
Number of issued shares excluding treasury shares ('000)	575,887	574,561

The Company does not have any treasury shares.

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 2015 (31 December 2014: 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 period compared with the audited financial statements for the year ended 31 December 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.

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	
	01.01.2015 To 30.09.2015	01.01.2014 To 30.09.2014	01.07.2015 To 30.09.2015	01.07.2014 To 30.09.2014
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)	3.93	2.73	1.64	0.55
(b) On a fully diluted basis (cents)	3.92	2.73	1.63	0.55
Weighted average number of ordinary shares in issue for calculation of basic earnings per share ('000)	575,155	574,525	575,849	574,548
Weighted average number of ordinary shares in issue for calculation of diluted earnings per share ('000)	575,746	574,688	576,385	574,692

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	
	30.09.2015 Cents	31.12.2014 Cents	30.09.2015 Cents	31.12.2014 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	99.40	109.15	89.01	85.28

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-
- a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and
 - b) any material factors that affected the cash flow, working capital, assets or liabilities of the Group during the current financial period reported on.

8(a) Year to Date Results - 9 Months ended 30 September 2015 vs. 9 Months ended 30 September 2014

Food and Beverage division performance

The Food and Beverage ("F&B") revenue increased by 3.5% to \$343.86 million for the financial period ended 30 September 2015 as compared to \$332.08 million recorded in the corresponding financial period last year. The F&B division gross profit increased by 13.0% to \$127.15 million as compared to \$112.57 million recorded in the corresponding financial period last year. This is mainly due to higher revenue, improvement in gross margin and lower inventory written off in the current financial period.

Overall, the F&B division recorded a higher segment profit of \$19.30 million in the current financial period as compared to a segment profit of \$8.90 million in the corresponding financial period last year mainly due to:

- Higher gross profit of \$14.58 million;
- Lower advertising and promotion expense of \$1.19 million;
- Higher other gains of \$3.96 million mainly due to foreign exchange gains;
and partially offset by:
 - Higher selling and distribution expense of \$2.47 million primarily as a result of higher sales in the current financial period; and
 - Higher administrative expenses of \$6.30 million mainly due to higher staff costs and higher depreciation from new or renovated buildings and computer software.

Property division performance

There were no property development or selling activities in the current financial period.

Group performance

The Group's net profit after tax attributable to equity holders of the Company increased by \$6.90 million from \$15.68 million recorded in the corresponding financial period last year to \$22.58 million in the current financial period. This was mainly due to higher net profit of \$7.58 million generated from the F&B division.

8(b) Third Quarter Results - 3 Months ended 30 September 2015 vs. 3 Months ended 30 September 2014

Food and Beverage division performance

The Food and Beverage ("F&B") revenue decreased by 4.6% to \$108.18 million for the quarter ended 30 September 2015 as compared to \$113.40 million recorded in the corresponding quarter last year. The F&B division gross profit increased by 2.9% to \$40.16 million as compared to \$39.04 million recorded in the corresponding quarter last year. This is mainly due to improvement in gross margin and lower inventory written off in the current financial quarter.

Overall, the F&B division recorded a higher segment profit of \$8.21 million in the current quarter as compared to \$3.80 million in the corresponding quarter last year mainly due to:

- Higher gross profit of \$1.12 million;
- Lower advertising and promotion expense of \$2.53 million;
- Higher other gains of \$3.56 million mainly due to foreign exchange gains; and partially offset by
- Higher administrative expenses of \$2.62 million mainly due to higher staff costs and software related fees.

Property division performance

There were no property development or selling activities in the current financial quarter.

Group performance

The Group's net profit after tax attributable to equity holders of the Company increased by \$6.27 million from \$3.15 million recorded in the corresponding quarter last year to \$9.42 million in the current quarter. This was mainly due to higher net profit of \$3.68 million generated from F&B division and higher foreign exchange gains of \$2.03 million from Other Investment segment.

8(c) Balance Sheets – 30 September 2015 vs. 31 December 2014

Group

Trade and other receivables increased by \$23.24 million from \$67.99 million as at 31 December 2014 to \$91.23 million as at 30 September 2015. The increase was mainly due to \$11.64 million deposits paid for land purchase in Indonesia and higher trade receivables correlated to higher F&B sales.

Available-for-sale financial assets decreased by \$49.21 million from \$148.97 million as at 31 December 2014 to \$99.76 million as at 30 September 2015 mainly due to fair value losses in the current financial period.

Property, plant and equipment decreased by \$9.99 million from \$194.51 million as at 31 December 2014 to \$184.52 million as at 30 September 2015. The decrease was mainly due to depreciation charge of \$9.28 million, \$12.66 million lower translated carrying amount of assets mainly due to weakening of Malaysian Ringgit and partially offset by additions of \$12.76 million.

Trade and other payables increased by \$15.28 million from \$74.41 million as at 31 December 2014 to \$89.69 million as at 30 September 2015. The increase was mainly due to higher accruals and higher trade payables in F&B division.

8(c) Balance Sheets – 30 September 2015 vs. 31 December 2014 (continued)

Company

Cash and cash equivalents decreased by \$20.61 million from \$85.98 million as at 31 December 2014 to \$65.37 million as at 30 September 2015 mainly due to increase in amount due from subsidiaries and dividends paid to equity holders of the Company in the current financial period.

Trade and other receivables increased by \$7.34 million from \$60.93 million as at 31 December 2014 to \$68.27 million as at 30 September 2015 due to higher receivables from subsidiaries.

Loans to subsidiaries decreased from \$152.62 million as at 31 December 2014 to \$23.15 million as at 30 September 2015 mainly due to conversion of loan to equity in a subsidiary in the current financial period.

Investments in subsidiaries increased by \$138.00 million from \$305.88 million as at 31 December 2014 to \$443.88 million as at 30 September 2015 due to conversion of loan to equity in a subsidiary in the current financial period.

Trade and other payables decreased by \$27.36 million from \$191.40 million as at 31 December 2014 to \$164.04 million as at 30 September 2015 due to repayment to a subsidiary in the current financial period.

8(d) Statement of Cash Flows

Year to Date - 9 months ended 30 September 2015 vs. 9 months ended 30 September 2014

The Group registered a net decrease in cash and cash equivalents of \$3.71 million for the financial period ended 30 September 2015.

Net operating cash inflow for the Group was \$29.12 million, of which \$28.17 million was contributed by F&B division and \$0.95 million was contributed by Property division. Cash inflow from Property division was mainly due to a tax refund received.

Net cash outflow from investing activities of \$19.49 million was mainly due to purchases of property, plant and equipment of \$12.76 million, deposits paid for land purchase in Indonesia of \$11.64 million and partially offset by dividends received from available-for-sale financial assets of \$4.04 million.

Net cash outflow from financing activities of \$13.34 million was mainly due to dividends paid to equity holders of the Company of \$11.49 million and repayment of bank borrowings of \$1.80 million.

Third Quarter - 3 months ended 30 September 2015 vs. 3 months ended 30 September 2014

The Group registered a net increase in cash and cash equivalents of \$11.90 million for the quarter ended 30 September 2015.

Net operating cash inflow for the Group was \$16.63 million, of which \$17.10 million was contributed by F&B division and partially offset by cash outflow of \$0.47 million by Property division.

Net cash outflow from investing activities of \$4.13 million in the current financial quarter was mainly due to purchases of property, plant and equipment of \$5.57 million and partially offset by dividends received from available-for-sale financial assets of \$1.30 million.

Net cash outflow from financing activities of \$0.61 million was mainly due to repayment of bank borrowings of \$0.60 million.

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.

In the next 12 months, the Group expects the F&B margins to come under pressure mainly due to competitive selling prices in the markets; higher initial operating costs for new production lines; and uncertainty in raw material prices. Further, the fluctuations in the regional currencies will have an impact on our results.

We will constantly review the way we conduct our business and processes so that improvements can be made on a continuous basis.

The property development segment is dormant.

Overall, the Group's performance is expected to remain 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/recommended, 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.

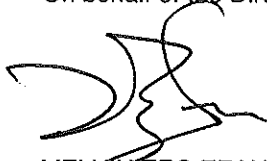
BY ORDER OF THE BOARD

Lim Swee Lee Joanne
Company Secretary
3 November 2015

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 2015 to be false or misleading in any material respect.

On behalf of the Directors



MELVIN TEO TZAI WIN
Director



KOH BOON HWEE
Director

3 November 2015