

Unaudited Financial Statements Announcement for the period ended 30 June 2017

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

	6 Months		3 Months	
	01.01.2017 to 30.06.2017	01.01.2016 to 30.06.2016	01.04.2017 to 30.06.2017	01.04.2016 to 30.06.2016
	S\$'000	S\$'000	S\$'000	S\$'000
Revenue	169,041	223,844	87,167	112,846
Cost of sales	(113,992)	(136,988)	(60,846)	(68,342)
Gross profit	55,049	86,856	26,321	44,504
Other income	2,471	3,103	1,312	1,569
Other gains/(losses) - net	142,963	(1,335)	6,475	(5)
Expenses				
- Advertising and promotion	(10,015)	(18,262)	(5,173)	(8,837)
- Marketing	(719)	(826)	(348)	(414)
- Selling and distribution	(31,673)	(39,055)	(16,280)	(19,630)
- Administrative	(13,249)	(14,473)	(7,205)	(7,464)
Share of profit of associated companies and a joint venture	242	333	29	127
Profit before income tax	145,069	16,341	5,131	9,850
Income tax (expense)/credit	(811)	(2,825)	144	(1,732)
Net profit for the period attributable to equity holders of the Company	144,258	13,516	5,275	8,118
Other comprehensive losses				
Items that may be reclassified subsequently to profit or loss:				
Available-for-sale financial assets				
- Fair value gains/(losses)	2,604	(1,953)	-	(20,183)
- Reclassification (Note 8 (a))	(138,350)	-	-	-
Cash flow hedges				
- Fair value (losses)/gains	(344)	(511)	(131)	26
- Reclassification	(36)	-	17	-
Currency translation differences arising from consolidation				
- (Losses)/Gains	(7,071)	(4,152)	1,969	(6,569)
- Reclassification	(5,371)	-	(6,577)	-
Other comprehensive losses for the period, net of tax	(148,568)	(6,616)	(4,722)	(26,726)
Total comprehensive (losses)/income attributable to equity holders of the Company	(4,310)	6,900	553	(18,608)

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

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

	6 Months		3 Months	
	01.01.2017 to 30.06.2017	01.01.2016 to 30.06.2016	01.01.2017 to 31.03.2017	01.01.2016 to 31.03.2016
	S\$'000	S\$'000	S\$'000	S\$'000
<u>Revenue</u>				
Dividend income from available-for-sale financial assets	-	(1,563)	-	(1,563)
<u>Cost of sales</u>				
Depreciation	3,656	3,447	1,864	1,769
Write-down of inventories, net	1,179	1,136	455	615
<u>Marketing expense</u>				
Depreciation	8	8	4	4
<u>Selling and distribution expense</u>				
Depreciation	1,476	1,619	728	788
Write-back of impairment on trade receivables - net	(39)	(8)	(86)	(67)
<u>Administrative expense</u>				
Depreciation	1,615	1,321	815	683
<u>Other losses/(gains) - net</u>				
Property, plant and equipment written-off	55	34	1	12
Fair value gains on available-for-sale financial assets reclassified from other comprehensive income on disposal (Note 8(a))	(138,350)	-	-	-
Gain on liquidation of subsidiaries - net	(5,371)	-	(6,577)	-
Currency translation loss - net	905	1,538	182	153
Gain on disposal of property, plant and equipment	(6)	(2)	(1)	-
<u>Other income</u>				
Interest income	(452)	(261)	(357)	(212)
<u>Income tax</u>				
Under/(Over) provision of tax in respect of prior years	4	(304)	(4)	(197)

1(b) Balance Sheets

	Group		Company	
	As at 30.06.2017	As at 31.12.2016	As at 30.06.2017	As at 31.12.2016
	S\$'000	S\$'000	S\$'000	S\$'000
ASSETS				
Current assets				
Cash and cash equivalents	241,540	92,224	111,326	23,654
Trade and other receivables	79,206	79,712	100,843	99,354
Inventories	50,704	58,006	-	-
Current income tax recoverable	1,469	1,197	-	-
Assets classified as held for sale	65,401	-	-	-
Available-for-sale financial assets	-	166,670	-	-
	438,320	397,809	212,169	123,008
Non-current assets				
Available-for-sale financial assets	120	100	120	100
Loans to subsidiaries	-	-	22,278	22,563
Investments in associated companies	5,718	5,502	-	-
Investment in a joint venture	745	-*	-	-
Investments in subsidiaries	-	-	317,758	442,875
Investment properties	60,360	128,986	68,565	69,000
Property, plant and equipment	247,933	242,835	3,254	3,029
Deferred income tax assets	1,571	1,628	-	-
	316,447	379,051	411,975	537,567
Total assets	754,767	776,860	624,144	660,575
LIABILITIES				
Current liabilities				
Trade and other payables	73,394	79,650	134,804	161,022
Current income tax liabilities	1,158	1,895	40	37
Liabilities classified as held for sale**	463	-	-	-
	75,015	81,545	134,844	161,059
Non-current liabilities				
Provisions for other liabilities and charges	2,368	2,399	-	-
Deferred income tax liabilities	13,123	13,561	432	395
Other non-current liabilities	36	37	-	-
	15,527	15,997	432	395
Total liabilities	90,542	97,542	135,276	161,454
NET ASSETS	664,225	679,318	488,868	499,121
EQUITY				
Capital and reserves attributable to equity holders of the Company				
Share capital	227,563	224,916	227,563	224,916
Capital reserve	6,066	6,066	-	-
Other reserves	(82,690)	67,773	437	2,313
Retained profits	513,286	380,563	260,868	271,892
TOTAL EQUITY	664,225	679,318	488,868	499,121

* : Amount is less than \$1,000.

** : These are liabilities of a Hong Kong subsidiary classified as held for sale. Refer to Note 8(c) for more details.

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

The Group and the Company do not have any borrowings and debts securities.

Details of any collateral

Not applicable.

1(c) Consolidated Statement of Cash Flows

	6 Months ended		3 Months ended	
	30.06.2017	30.06.2016	30.06.2017	30.06.2016
	S\$'000	S\$'000	S\$'000	S\$'000
Cash flows from operating activities				
Net profit for the period	144,258	13,516	5,275	8,118
Adjustments for :				
Income tax expense/(credit)	811	2,825	(144)	1,732
Depreciation of property, plant and equipment	6,755	6,395	3,411	3,244
Dividend income from available-for-sale financial assets	-	(1,563)	-	(1,563)
Share-based payment expense	771	2,193	321	1,599
Property, plant and equipment written-off	55	34	1	12
Unrealised currency translation differences	(62)	(2,454)	(327)	(849)
Gain on disposal of property, plant and equipment	(6)	(2)	(1)	-
Fair value gains on available-for-sale financial assets reclassified from other comprehensive income on disposal	(138,350)	-	-	-
Gain on liquidation of subsidiaries - net	(5,371)	-	(6,577)	-
Interest income	(452)	(261)	(357)	(212)
Provision for retirement benefits	20	167	97	74
Share of profit of associated companies and a joint venture	(242)	(333)	(29)	(127)
	8,187	20,517	1,670	12,028
Changes in working capital :				
Trade and other receivables	695	(12,329)	(7,302)	(5,633)
Inventories	6,876	5,369	7,983	1,507
Trade and other payables	(5,797)	5,175	3,092	141
Cash generated from operations	9,961	18,732	5,443	8,043
Income tax paid	(1,748)	(1,164)	(1,292)	(661)
Retirement benefits paid	(30)	(8)	(27)	(8)
Net cash provided by operating activities	8,183	17,560	4,124	7,374

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

	6 Months ended		3 Months ended	
	30.06.2017	30.06.2016	30.06.2017	30.06.2016
	S\$'000	S\$'000	S\$'000	S\$'000
Cash flows from investing activities				
Dividends received from available-for-sale financial assets	-	1,563	-	1,563
Additions to investment in a joint venture	(791)	-	-	-
Proceeds from disposal of property, plant and equipment	23	66	18	-
Proceeds from disposal of available-for-sale financial assets	169,274	-	-	-
Purchases of property, plant and equipment	(14,961)	(31,073)	(11,188)	(16,642)
Additions to available-for-sale financial assets	(20)	-	-	-
Interest received	452	261	357	212
Net cash provided by/(used in) investing activities	153,977	(29,183)	(10,813)	(14,867)
Cash flows from financing activity				
Dividends paid	(11,554)	(11,520)	(11,554)	(11,520)
Net cash used in financing activity	(11,554)	(11,520)	(11,554)	(11,520)
Net increase/(decrease) in cash and cash equivalents	150,606	(23,143)	(18,243)	(19,013)
Cash and cash equivalents at beginning of financial period	92,224	112,121	260,085	107,901
Effects of currency translation on cash and cash equivalents	(902)	(340)	86	(250)
Cash and cash equivalents at end of financial period	241,928	88,638	241,928	88,638
Represented by:				
Cash and cash equivalents as per balance sheet	241,540	88,638	241,540	88,638
Cash and cash equivalents included in assets classified as held for sale	388	-	388	-
Cash and cash equivalents as per above	241,928	88,638	241,928	88,638

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

For the financial period ended 30 June 2017

	<u>Attributable to equity holders of the Company</u>									
	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	Hedging reserve \$'000	Retained profits \$'000	Total equity \$'000
Balance at 1 January 2017	224,916	6,066	18,857	135,746	(51,629)	(37,780)	2,313	266	380,563	679,318
Profit for the period	-	-	-	-	-	-	-	-	144,258	144,258
Other comprehensive losses for the period	-	-	-	(135,746)	(12,442)	-	-	(380)	-	(148,568)
Transfer to retained profits on realisation	-	-	(11)	-	-	(8)	-	-	19	-
Total comprehensive losses for the period	-	-	(11)	(135,746)	(12,442)	(8)	-	(380)	144,277	(4,310)
Employee share-based compensation scheme										
- Value of employee services	-	-	-	-	-	-	771	-	-	771
- Issue of new shares	2,647	-	-	-	-	-	(2,647)	-	-	-
Dividends paid	-	-	-	-	-	-	-	-	(11,554)	(11,554)
Total transactions with owners, recognised directly in equity	2,647	-	-	-	-	-	(1,876)	-	(11,554)	(10,783)
Balance at 30 June 2017	227,563	6,066	18,846	-	(64,071)	(37,788)	437	(114)	513,286	664,225

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

For the financial period ended 30 June 2016

	<u>Attributable to equity holders of the Company</u>									
	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	Hedging reserve \$'000	Retained profits \$'000	Total equity \$'000
Balance at 1 January 2016	221,990	6,066	18,881	78,453	(54,553)	(37,765)	2,090	-	363,082	598,244
Profit for the period	-	-	-	-	-	-	-	-	13,516	13,516
Other comprehensive losses for the period	-	-	-	(1,953)	(4,152)	-	-	(511)	-	(6,616)
Transfer to retained profits on realisation	-	-	(12)	-	-	(7)	-	-	19	-
Total comprehensive income for the period	-	-	(12)	(1,953)	(4,152)	(7)	-	(511)	13,535	6,900
Employee share-based compensation scheme										
- Value of employee services	-	-	-	-	-	-	2,193	-	-	2,193
- Issue of new shares	2,926	-	-	-	-	-	(2,926)	-	-	-
Dividends paid	-	-	-	-	-	-	-	-	(11,520)	(11,520)
Total transactions with owners, recognised directly in equity	2,926	-	-	-	-	-	(733)	-	(11,520)	(9,327)
Balance at 30 June 2016	224,916	6,066	18,869	76,500	(58,705)	(37,772)	1,357	(511)	365,097	595,817

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

For the quarter ended 30 June 2017

	<u>Attributable to equity holders of the Company</u>									
	<u>Share capital</u>	<u>Capital reserve</u>	<u>Property revaluation reserve</u>	<u>Fair value reserve</u>	<u>Foreign currency translation reserve</u>	<u>General reserve</u>	<u>Share-based payment reserve</u>	<u>Hedging reserve</u>	<u>Retained profits</u>	<u>Total equity</u>
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Balance at 1 April 2017	224,916	6,066	18,851	-	(59,463)	(37,784)	2,763	-	519,556	674,905
Profit for the quarter	-	-	-	-	-	-	-	-	5,275	5,275
Other comprehensive losses for the quarter	-	-	-	-	(4,608)	-	-	(114)	-	(4,722)
Transfer to retained profits on realisation	-	-	(5)	-	-	(4)	-	-	9	-
Total comprehensive income for the quarter	-	-	(5)	-	(4,608)	(4)	-	(114)	5,284	553
Employee share-based compensation scheme										
- Value of employee services	-	-	-	-	-	-	321	-	-	321
- Issue of new shares	2,647	-	-	-	-	-	(2,647)	-	-	-
Dividends paid	-	-	-	-	-	-	-	-	(11,554)	(11,554)
Total transactions with owners, recognised directly in equity	2,647	-	-	-	-	-	(2,326)	-	(11,554)	(11,233)
Balance at 30 June 2017	227,563	6,066	18,846	-	(64,071)	(37,788)	437	(114)	513,286	664,225

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

For the quarter ended 30 June 2016

	Attributable to equity holders of the Company									
	Share capital	Capital reserve	Property revaluation reserve	Fair value reserve	Foreign currency translation reserve	General reserve	Share-based payment reserve	Hedging reserve	Retained profits	Total equity
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Balance at 1 April 2016	222,224	6,066	18,875	96,683	(52,136)	(37,769)	2,450	(537)	368,490	624,346
Profit for the quarter	-	-	-	-	-	-	-	-	8,118	8,118
Other comprehensive losses for the quarter	-	-	-	(20,183)	(6,569)	-	-	26	-	(26,726)
Transfer to retained profits on realisation	-	-	(6)	-	-	(3)	-	-	9	-
Total comprehensive losses for the quarter	-	-	(6)	(20,183)	(6,569)	(3)	-	26	8,127	(18,608)
Employee share-based compensation scheme										
- Value of employee services	-	-	-	-	-	-	1,599	-	-	1,599
- Issue of new shares	2,692	-	-	-	-	-	(2,692)	-	-	-
Dividends paid	-	-	-	-	-	-	-	-	(11,520)	(11,520)
Total transactions with owners, recognised directly in equity	2,692	-	-	-	-	-	(1,093)	-	(11,520)	(9,921)
Balance at 30 June 2016	224,916	6,066	18,869	76,500	(58,705)	(37,772)	1,357	(511)	365,097	595,817

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

For the financial period ended 30 June 2017

	Share capital \$'000	Share- based payment reserve \$'000	Retained profits \$'000	Total \$'000
Balance at 1 January 2017	224,916	2,313	271,892	499,121
Profit and total comprehensive income for the period	-	-	530	530
Employee share-based compensation scheme				
- Value of employee services	-	771	-	771
- Issue of new shares	2,647	(2,647)	-	-
Dividends paid	-	-	(11,554)	(11,554)
Total transactions with owners, recognised directly in equity	2,647	(1,876)	(11,554)	(10,783)
Balance at 30 June 2017	227,563	437	260,868	488,868

For the financial period ended 30 June 2016

	Share capital \$'000	Share- based payment reserve \$'000	Retained profits \$'000	Total \$'000
Balance at 1 January 2016	221,990	2,090	286,277	510,357
Profit and total comprehensive income for the period	-	-	1,519	1,519
Employee share-based compensation scheme				
- Value of employee services	-	2,193	-	2,193
- Issue of new shares	2,926	(2,926)	-	-
Dividends paid	-	-	(11,520)	(11,520)
Total transactions with owners, recognised directly in equity	2,926	(733)	(11,520)	(9,327)
Balance at 30 June 2016	224,916	1,357	276,276	502,549

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

For the quarter ended 30 June 2017

	<u>Share capital</u> \$'000	<u>Share-based payment reserve</u> \$'000	<u>Retained profits</u> \$'000	<u>Total</u> \$'000
Balance at 1 April 2017	224,916	2,763	272,026	499,705
Profit and total comprehensive income for the quarter	-	-	396	396
Employee share-based compensation scheme				
- Value of employee services	-	321	-	321
- Issue of new shares	2,647	(2,647)	-	-
Dividends paid	-	-	(11,554)	(11,554)
Total transactions with owners, recognised directly in equity	2,647	(2,326)	(11,554)	(11,233)
Balance at 30 June 2017	227,563	437	260,868	488,868

For the quarter ended 30 June 2016

	<u>Share capital</u> \$'000	<u>Share-based payment reserve</u> \$'000	<u>Retained profits</u> \$'000	<u>Total</u> \$'000
Balance at 1 April 2016	222,224	2,450	286,691	511,365
Profit and total comprehensive income for the quarter	-	-	1,105	1,105
Employee share-based compensation scheme				
- Value of employee services	-	1,599	-	1,599
- Issue of new shares	2,692	(2,692)	-	-
Dividends paid	-	-	(11,520)	(11,520)
Total transactions with owners, recognised directly in equity	2,692	(1,093)	(11,520)	(9,921)
Balance at 30 June 2016	224,916	1,357	276,276	502,549

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.

Issued and fully paid ordinary shares ('000):

As at beginning of period

Issued during the period

- pursuant to the grant of awards under employee share-based compensation scheme

As at end of period

3 months ended 30.06.2017	3 months ended 31.03.2017
577,702	577,702
1,691	-
579,393	577,702

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:-

Number of issued shares excluding treasury shares ('000)

30.06.2017	31.12.2016
579,393	577,702

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 June 2017 (31 December 2016: 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 2016.

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	
	6 Months		3 Months	
	01.01.2017 To 30.06.2017	01.01.2016 To 30.06.2016	01.04.2017 To 30.06.2017	01.04.2016 To 30.06.2016
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)	24.96	2.35	0.91	1.41
(b) On a fully diluted basis (cents)	24.91	2.34	0.91	1.41
Weighted average number of ordinary shares in issue for calculation of basic earnings per share ('000)	577,917	576,163	578,129	576,378
Weighted average number of ordinary shares in issue for calculation of diluted earnings per share ('000)	579,041	577,093	579,118	577,541

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	
	30.06.2017 Cents	31.12.2016 Cents	30.06.2017 Cents	31.12.2016 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	114.64	117.59	84.38	86.40

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 - 6 Months ended 30 June 2017 vs. 6 Months ended 30 June 2016**

Food and Beverage division performance

The F&B revenue and gross profit decreased by 24.7% and 37.2% to \$167.44 million and \$50.21 million respectively for the financial period ended 30 June 2017 as compared to the corresponding financial period last year. The decrease in revenue in the current financial period was mainly due to the transition to new distributors in Cambodia which was completed before the period ended, competitive pricing and general market weakness. The decline in gross profit was mainly due to the lower revenue as explained earlier and higher costs of finished goods in the current financial period. Overall, the F&B division recorded a reduction in segment profit of \$12.51 million in the current financial period mainly due to:

- Lower gross profit of \$29.70 million explained above; and partially offset by
- Lower advertising and promotion expenses of \$7.71 million as we focused on higher impact advertising campaigns and were more efficient in our promotion spending;
- Lower selling and distribution expenses of \$7.69 million primarily as a result of lower level of activity in the current financial period; and
- Lower administrative expenses of \$1.54 million mainly due to lower staff costs.

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 \$130.74 million from \$13.52 million recorded in the corresponding financial period last year to \$144.26 million in the current financial period. This was mainly due to gain on disposal of investment in Super Group Ltd of \$138.35 million, net gain on liquidation of subsidiaries of \$5.37 million from realisation of currency translation differences and partially offset by a reduction in net profit of \$10.56 million generated from F&B division and absence of dividend income from investment in Super Group Ltd of \$1.56 million subsequent to its disposal.

8(b) Second Quarter Results - 3 months ended 30 June 2017 vs. 3 months ended 30 June 2016

Food and Beverage division performance

The Food and Beverage (“F&B”) revenue and gross profit decreased by 23.1% and 41.4% to \$85.56 million and \$23.57 million respectively for the financial quarter ended 30 June 2017 as compared to the corresponding financial quarter last year. The decrease in revenue in the current financial quarter was mainly due to the transition to new distributors in Cambodia which was completed before the quarter ended, competitive pricing and general market weakness. The decline in gross profit was mainly due to the lower revenue as explained earlier and higher costs of finished goods in the current financial quarter. Overall, the F&B division recorded a reduction in segment profit of \$9.16 million in the current financial quarter mainly due to:

- Lower gross profit of \$16.66 million explained above; and partially offset by
- Lower advertising and promotion expenses of \$3.45 million as we focused on higher impact advertising campaigns and were more efficient in our promotion spending;
- Lower selling and distribution expenses of \$3.64 million primarily as a result of lower level of activity in the current financial quarter; and
- Lower administrative expenses of \$0.76 million mainly due to lower staff costs.

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 decreased by \$2.84 million from \$8.12 million recorded in the corresponding financial quarter last year to \$5.28 million in the current financial quarter. This was mainly due to a reduction in net profit of \$7.29 million generated from F&B division, absence of dividend income from investment in Super Group Ltd of \$1.56 million subsequent to its disposal and partially offset by a gain on liquidation of a subsidiary of \$6.58 million from realisation of currency translation differences.

8(c) Balance Sheets – 30 June 2017 vs. 31 December 2016

Group

Cash and cash equivalents increased by \$149.32 million from \$92.22 million as at 31 December 2016 to \$241.54 million as at 30 June 2017. The increase was mainly due to proceeds from disposal of available-for-sale financial assets, cash generated from operating activities and partially offset by dividends paid to equity holders of the Company and purchases of property, plant and equipment. Please refer to Note 8(d) for more details.

Inventories decreased by \$7.31 million from \$58.01 million as at 31 December 2016 to \$50.70 million as at 30 June 2017. The decrease was mainly due to higher stock holding as at 31 December 2016 for the upcoming festive season.

The assets and liabilities classified as held for sale as at 30 June 2017 were relating to a Hong Kong subsidiary and an industrial land in Malaysia for which the Group had entered into agreements for their sale.

Available-for-sale financial assets (total) decreased by \$166.65 million from \$166.77 million as at 31 December 2016 to \$0.12 million as at 30 June 2017 primarily due to the disposal of investments in the ordinary shares of Super Group Ltd in the current financial period.

Investment properties decreased by \$68.63 million from \$128.99 million as at 31 December 2016 to \$60.36 million as at 30 June 2017 mainly due to reclassification to assets classified as held for sale of \$65.00 million in the current financial period.

Property, plant and equipment increased by \$5.09 million from \$242.84 million as at 31 December 2016 to \$247.93 million as at 30 June 2017. The increase was mainly due to additions of \$14.96 million and partially offset by current year's depreciation charge of \$6.76 million.

Trade and other payables decreased by \$6.26 million from \$79.65 million as at 31 December 2016 to \$73.39 million as at 30 June 2017 mainly due to lower accruals.

Company

Cash and cash equivalents increased by \$87.67 million from \$23.66 million as at 31 December 2016 to \$111.33 million as at 30 June 2017 mainly due to increase in advance from subsidiaries of \$99.77 million and partially offset by dividends paid to equity holders of the Company of \$11.55 million.

Investment in subsidiaries decreased by \$125.12 million from \$442.88 million as at 31 December 2016 to \$317.76 million as at 30 June 2017 due to redemption of preference shares in an inactive subsidiary through settlement of amount due to the subsidiary in the current financial period.

As a result, trade and other payables decreased by \$26.22 million from \$161.02 million to \$134.80 million as at 30 June 2017.

8(d) Consolidated Statement of Cash Flows

Year to Date - 6 months ended 30 June 2017 vs. 6 months ended 30 June 2016

The Group registered a net increase in cash and cash equivalents of \$150.61 million for the financial period ended 30 June 2017 after including \$0.39 million cash balance in assets classified as held for sale as at 30 June 2017.

Net operating cash inflow for the Group of \$8.18 million was mainly contributed by F&B division.

Net cash inflow from investing activities of \$153.98 million was mainly due to proceeds from disposal of available-for-sale financial assets of \$169.27 million and partially offset by purchases of property, plant and equipment of \$14.96 million.

Net cash outflow from financing activity of \$11.55 million arose from dividends paid to equity holders of the Company.

Second Quarter - 3 months ended 30 June 2017 vs. 3 months ended 30 June 2016

The Group registered a net decrease in cash and cash equivalents of \$18.24 million for the financial quarter ended 30 June 2017 after including \$0.39 million cash balance in assets classified as held for sale as at 30 June 2017.

Net operating cash inflow for the Group of \$4.12 million was mainly contributed by F&B division.

Net cash outflow from investing activities of \$10.81 million was mainly due to purchases of property, plant and equipment of \$11.19 million.

Net cash outflow from financing activity of \$11.55 million arose from dividends paid to equity holders of the Company.

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 soft economic conditions and weak outlook for our key markets; competitive selling prices; and uncertainty in raw material prices. Further, the fluctuations in the regional currencies will have an impact on our results.

In Cambodia, the transition to new distributors has been completed and the dispute between the Group and the previous distributor has been referred to arbitration in Singapore.

We will constantly review our business strategies and operations so that improvements can be made on a continuous basis.

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?

Name of Dividend	Special
Dividend type	Cash
Dividend amount	S\$0.02 per ordinary share
Tax rate	Tax-exempt (1-tier)

The directors are pleased to declare a tax exempt (1-tier) special dividend of 2 cents per ordinary share. The date of payment of the cash dividend to shareholders will be advised at a later date.

(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

To be advised at a later date.

(d) Books closure date

To be advised at a later date.

13. Dividend

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

Not applicable.

14. Interested Person Transactions

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

15. Confirmation that issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1).

The Company has procured undertakings from all its directors and executive officers required under Rule 720(1) of the Listing Manual.

BY ORDER OF THE BOARD

Lim Swee Lee Joanne
Company Secretary
4 August 2017

STATEMENT PURSUANT TO RULE 705(5) 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 June 2017 to be false or misleading in any material respect.

On behalf of the Directors



MELVIN TEO TZAI WIN
Director



KOH BOON HWEE
Director

4 August 2017