



TA CORPORATION LTD
(Company Registration No. 201105512R)

Unaudited Second Quarter and Half Year Financial Statements and Dividend Announcement for the Period Ended 30.06.2015

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

1(a)(i) A Statement of Comprehensive Income, for the Group, together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Notes	GROUP					
		3 months ended			6 months ended		
		30.06.2015 S\$'000	30.06.2014 S\$'000	Change %	30.06.2015 S\$'000	30.06.2014 S\$'000	Change %
Revenue		76,534	69,996	9.3	144,273	135,991	6.1
Cost of sales		(64,637)	(59,130)	9.3	(120,952)	(113,538)	6.5
Gross profit		11,897	10,866	9.5	23,321	22,453	3.9
Other income	1	1,137	2,532	(55.1)	2,766	4,136	(33.1)
Selling and distribution costs		(171)	(118)	44.9	(405)	(1,202)	(66.3)
General and administrative expenses		(4,103)	(4,124)	(0.5)	(7,749)	(7,841)	(1.2)
Other operating expenses	2	(14,728)	(1,571)	837.5	(20,874)	(2,761)	656.0
Share of profit/ (losses), net of tax of associates and joint ventures	3	359	464	(22.6)	716	(541)	NM
Finance costs		(1,542)	(1,028)	50.0	(2,915)	(1,321)	120.7
(Loss) Profit before income tax	4	(7,151)	7,021	NM	(5,140)	12,923	NM
Income tax expense		(1,103)	(1,253)	(12.0)	(2,313)	(2,336)	(1.0)
(Loss) Profit after income tax		(8,254)	5,768	NM	(7,453)	10,587	NM
Other comprehensive loss:							
Exchange differences on translation of foreign operations		(1,481)	(83)	1,684.3	(224)	(201)	11.4
Loss in fair value on available-for-sale investments		(76)	(15)	406.7	(26)	(15)	73.3
Total comprehensive (loss) income for the period		(9,811)	5,670	NM	(7,703)	10,371	NM
(Loss) Profit attributable to :							
Owners of the Company		(8,187)	5,731	NM	(7,628)	10,190	NM
Non-controlling interests		(67)	37	NM	175	397	(55.9)
		(8,254)	5,768	(243.1)	(7,453)	10,587	(170.4)
Total comprehensive (loss) income attributable to:							
Owners of the Company		(9,660)	5,635	NM	(7,963)	9,968	NM
Non-controlling interests		(151)	35	NM	260	403	(35.5)
		(9,811)	5,670	NM	(7,703)	10,371	NM
NM = Not meaningful							

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

1. Other income

	Group	
	6 months ended	
	30.06.2015 S\$'000	30.06.2014 S\$'000
Property rental income	1,193	1,111
Gain on disposal of property, plant and equipment	11	2
Gain on sale of available-for-sale investments	32	-
Service fees income	458	348
Interest income	855	889
Reversal of provision for foreseeable loss	-	808
Reversal of allowance for doubtful trade receivable, net	-	40
Others	217	938
	2,766	4,136

2. Other operating expenses

Other operating expenses increased by S\$18.1 million to S\$20.9 million for six months ended 30 June 2015 ("1H2015") compared to the same corresponding period ("1H2014"). These were mainly due to the Group's impairment of receivables due from associate, Dalian Shicheng Property Development (S) Pte Ltd ("DLSC") by S\$12.0 million in second quarter 2015 and impairment of remaining carrying amount of investment in DLSC by S\$4.8 million in first quarter 2015. These impairments arose from the management re-assessment of DLSC's net assets based on valuation of the real estate properties of DLSC by an independent valuer as at 30 June 2015, adjusted by management for the effect of change in marketing strategy of DLSC in 2Q2015 which include bulk sales. Management takes into consideration the continuing depressed real estate market in Dalian, China, where DLSC's development properties are located.

In addition, loss on foreign exchange of S\$0.7 million and loss in fair value on investment properties of S\$0.5 million also contributed to the increase in other operating expenses in 1H2015.

3. Share of profit, net of tax of associates and joint ventures

The share of profit, net of tax of associates and joint ventures for 1H2015 comprises mainly the share of profit from Meadows Bright Development Pte Ltd, Eternal Synergy Pte Ltd and their subsidiaries which are partially off-set by share of losses from other associates and joint ventures.

4. (Loss) Profit before income tax

	Group	
	6 months ended	
	30.06.2015 S\$'000	30.06.2014 S\$'000
Profit before income tax for the period is stated after charging/ (crediting) the following:		
Allowance/ (Reversal of) for doubtful trade and other receivables, net	12,021	(40)
Depreciation expense	2,423	2,369
Gain on disposals of property, plant and equipment, net	(11)	(2)
Gain on sale of available-for-sale investments	(32)	-
Loss in fair value of investment properties	460	350
Impairment loss on investment in associate	4,811	-
Interest income	(855)	(889)
Over provision of income tax in prior years	(55)	(89)

1(b)(i) A Statement of Financial Position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

	Group		Company	
	30.06.2015 S\$'000	31.12.2014 S\$'000	30.06.2015 S\$'000	31.12.2014 S\$'000
ASSETS				
Current assets				
Cash and bank balances	74,056	116,803	4,238	32,596
Trade and other receivables [Note 1(b)(iii)]	120,392	106,626	96,977	74,485
Deposits and prepayments	3,317	3,257	23	25
Available-for-sale investments	5,436	9,437	-	-
Inventories	4,631	4,871	-	-
Development properties	212,539	235,456	-	-
Total current assets	420,371	476,450	101,238	107,106
Non-current assets				
Property, plant and equipment	38,459	35,656	-	-
Investment properties	230,309	192,669	-	-
Subsidiaries	-	-	116,965	116,965
Goodwill	2,595	2,595	-	-
Associates and joint ventures	10,216	6,530	-	-
Other receivables [Note 1(b)(iii)]	66,308	66,791	-	-
Other non-current assets	400	400	-	-
Deferred tax assets	388	269	-	-
Total non-current assets	348,675	304,910	116,965	116,965
Total assets	769,046	781,360	218,203	224,071
LIABILITIES AND EQUITY				
Current liabilities				
Borrowings	69,743	91,291	-	-
Trade and other payables	168,032	163,157	1,095	2,343
Current portion of finance leases	314	388	-	-
Income tax payable	4,346	4,710	-	-
Total current liabilities	242,435	259,546	1,095	2,343
Non-current liabilities				
Borrowings	209,353	191,110	-	-
Finance leases	579	725	-	-
Term notes	74,335	74,082	74,335	74,082
Deferred tax liabilities	2,102	1,952	-	-
Total non-current liabilities	286,369	267,869	74,335	74,082
Capital, reserves and non-controlling interests				
Share capital	142,185	142,185	142,185	142,185
Capital reserve	644	644	-	-
Translation and other reserves	426	761	-	-
Retained earnings	88,520	100,798	588	5,461
Equity attributable to owners of the Company	231,775	244,388	142,773	147,646
Non-controlling interests	8,467	9,557	-	-
Total equity	240,242	253,945	142,773	147,646
Total liabilities and equity	769,046	781,360	218,203	224,071

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

	As at 30.06.2015		As at 31.12.2014	
	Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
Amount repayable in one year or less, or on demand	59,199	10,858	87,058	4,621
Amount repayable after one year	209,932	74,335	191,284	74,633
Total	269,131	85,193	278,342	79,254

Details of any collateral

Collateral for the above secured borrowings include mortgages over the Group's investment properties, development properties, leasehold properties, certain property, plant and equipment and fixed deposits. The bank facilities are also secured by corporate guarantees from the Company and certain of these facilities are also secured by guarantees from certain minority shareholders of partially-owned subsidiaries.

1(b)(iii) The comparative numbers for 31.12.2014 have been reclassified as follows:

	As previously classified S\$'000	Reclassification S\$'000	As reclassified S\$'000
Current trade and other receivables	173,417	(66,791)	106,626
Non-current other receivables	-	66,791	66,791
	173,417	-	173,417

Receivables are from associates involved in property development in Singapore and China where the property markets continue to be depressed. Furthermore, these receivables are not expected to be fully repaid within 2015 and are reclassified as non-current receivables.

1(c) A Consolidated Statement of Cash Flows (for the Group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Group	
	6 months ended	
	30.06.2015	30.06.2014
	S\$'000	S\$'000
Operating activities		
(Loss) Profit before income tax	(5,140)	12,923
Adjustments for :		
Depreciation expense	2,423	2,369
Interest income	(855)	(889)
Interest expense	2,915	1,321
Share of (profit)/ losses of associates and joint ventures	(716)	541
Gain on disposals of property, plant and equipment	(11)	(2)
Gain on sale of available-for-sale investments	(32)	-
Impairment loss on investment of associate	4,811	-
Loss in fair value of investment properties	460	350
Reversal of provision for foreseeable loss	-	(808)
Allowance/ (Reversal of) for doubtful trade and other receivables, net	12,021	(40)
Operating cash flows before movements in working capital	15,876	15,765
Trade and other receivables	(14,305)	(12,687)
Deposits and prepayments	(60)	(8,022)
Inventories	240	(337)
Development properties	26,132	(10,378)
Trade and other payables	5,028	6,556
Cash generated from/ (used in) operations	32,911	(9,103)
Income tax paid	(2,646)	(6,245)
Interest paid	(6,129)	(3,283)
Net cash from/ (used in) operating activities	24,136	(18,631)
Investing activities		
Interest received	855	889
Purchase of property, plant and equipment	(5,391)	(4,229)
Proceeds from disposal of property, plant and equipment	17	16
Acquisition of subsidiary	-	(1)
Investment in available-for-sale investments	-	(9,463)
Investment properties	(38,100)	-
Investment in associates and joint ventures	(8,467)	-
Advance to associates and joint ventures	(11,000)	-
Proceed from sale of available-for-sale investments	4,007	-
Proceed from issue of shares in subsidiaries to non-controlling shareholders	296	-
Net cash used in investing activities	(57,783)	(12,788)

Financing activities

Proceeds from term notes, net	-	73,828
Proceeds from borrowings	32,668	9,212
Repayment of borrowings	(35,720)	(9,372)
Repayment of obligations under finance leases	(219)	(237)
Pledged fixed deposits	(1,320)	-
Dividends paid to non-controlling shareholders	(1,714)	-
Dividends paid	(4,650)	(4,650)
Net cash (used in)/ from financing activities	(10,955)	68,781
(Decrease) Increase in cash and cash equivalents	(44,602)	37,362
Cash and cash equivalents at beginning of the period	115,711	95,788
Effect of exchange rate changes	535	(59)
Cash and cash equivalents at end of the period	71,644	133,091

Cash and cash equivalents at end of the period comprise the following:

Cash and bank balances	47,417	74,546
Fixed deposits	26,639	59,058
	<hr/>	<hr/>
	74,056	133,604
Less: pledged fixed deposits	(2,412)	(513)
Cash and cash equivalents at end of the period	<hr/>	<hr/>
	71,644	133,091

1(d)(i) A Statement of Changes in Equity (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

<u>Group (S\$'000)</u>	<u>Share capital</u>	<u>Capital reserve</u>	<u>Translation and other reserves</u>	<u>Retained earnings</u>	<u>Equity attributable to owners of the Company</u>	<u>Non-controlling interests</u>	<u>Total Equity</u>
Balance at January 1, 2014	142,185	644	(360)	85,117	227,586	13,189	240,775
Total comprehensive income for the year	-	-	1,121	20,331	21,452	1,561	23,013
Proceed from issue of shares in subsidiaries to non-controlling shareholders	-	-	-	-	-	871	871
Dividends	-	-	-	(4,650)	(4,650)	-	(4,650)
Dividends to non-controlling shareholders	-	-	-	-	-	(6,064)	(6,064)
Balance at December 31, 2014	142,185	644	761	100,798	244,388	9,557	253,945
Total comprehensive (loss) income for the period	-	-	(335)	(7,628)	(7,963)	260	(7,703)
Proceed from issue of shares in subsidiaries to non-controlling shareholders	-	-	-	-	-	296	296
Effect of acquiring non-controlling interest in a subsidiary	-	-	-	-	-	4	4
Dividends	-	-	-	(4,650)	(4,650)	-	(4,650)
Dividends to non-controlling shareholders	-	-	-	-	-	(1,650)	(1,650)
Balance at June 30, 2015	142,185	644	426	88,520	231,775	8,467	240,242

<u>Company (S\$'000)</u>	<u>Share capital</u>	<u>Retained earnings</u>	<u>Total equity</u>
Balance at January 1, 2014	142,185	11,352	153,537
Total comprehensive income for the year	-	(1,241)	(1,241)
Dividends	-	(4,650)	(4,650)
Balance at December 31, 2014	142,185	5,461	147,646
Total comprehensive loss for the period	-	(223)	(223)
Dividends	-	(4,650)	(4,650)
Balance at June 30, 2015	142,185	588	142,773

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

Since 31 December 2014, there has been no change to the total number of issued shares of the Company.

As at the end of 30 June 2015, the Company does not have any outstanding convertibles or treasury shares (31 December 2014: Nil).

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

The total number of shares at 30 June 2015 was 465,000,000 (31 December 2014: 465,000,000). The Company has no treasury shares.

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

Not applicable.

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

The figures have not been audited nor reviewed by the Company's auditors.

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

Not applicable.

4 Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

As disclosed in paragraph 5 below, the Group has applied the same accounting policies and methods of computation in the financial statements for the current financial period as compared with those used in 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 effects of, the change.

The Group has adopted all the new and revised Financial Reporting Standards ("FRS") and Interpretations of FRS ("INT FRS") that are relevant to its operations and effective for annual periods beginning on or after 1 January 2015. The adoption of these new/revised FRSs and INT FRSs does not result in changes to the Group's and Company's accounting policies and has no material effect on the amounts reported for the current period or prior years.

6 (Loss) 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.

	Group	
	6 months ended	
	30.06.2015	30.06.2014
(i) (Loss) Earnings per share based on weighted average number of shares	(1.6)	2.2
(ii) (Loss) Earnings per share based on a fully diluted basis (in cents)	(1.6)	2.2
Weighted average number of ordinary shares (in millions)	465.0	465.0

As there were no outstanding potentially dilutive ordinary shares, the diluted earnings per ordinary shares were the same as the earnings per ordinary shares for the respective periods.

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 period reported on and (b) immediately preceding financial year.

	Group		Company	
	30.06.2015	31.12.2014	30.06.2015	31.12.2014
Net asset value per ordinary share issued (in cents)	49.8	52.6	30.7	31.8
Total number of issued shares at end of the financial period (in millions)	465.0	465.0	465.0	465.0

There were no treasury shares at the end of the respective financial periods.

8 A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss 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. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

Review of Group performance

The Group's revenue for 1H2015 was S\$144.3 million, an increase of \$8.3 million compared to S\$136.0 million for the corresponding period in 1H2014. The increase was due to higher revenue for the real estate development and distribution segments partially offset by lower revenue for the construction segment.

Real estate development segment recorded S\$41.4 million revenue for 1H2015, an increase of 80.8% compared to S\$22.9 million for 1H2014. While two of our on-going projects, Gambir Ridge and Ascent@456 contributed to the higher revenue in 1H2015, there was lower revenue contribution from The Cristallo which achieved TOP in February 2015. Our mixed development projects in Thailand contributed revenue of S\$8.6 million in 1H2015 upon the completion of the development and progressive handover of sold units to buyers.

Distribution of lubricants and tyres generated S\$8.3 million revenue for 1H2015, an increase of 27.7% from S\$6.5 million in 1H2014. The increase was mainly due to higher contribution from our distribution business in Myanmar.

Construction segment recorded revenue of S\$94.6 million for 1H2015, a decrease of 11.3% compared to S\$106.6 million for 1H2014. While higher revenue was recognised from progressive construction work completed for The Skywoods and Highline Residences, lower revenue was recognised from progressive construction work completed for Riversails, Marine Point, The Sorrento, Nouvel 18 and Foresque Residences.

In line with higher revenue, gross profit increased by 3.9% to S\$23.3 million for 1H2015 compared to S\$22.4 million for 1H2014.

Other income decreased by S\$1.3 million to S\$2.8 million for 1H2015 compared to S\$4.1 million for 1H2014. The decrease was mainly due to the absence of reversal of provision for foreseeable loss and decrease in other sundry income in current period.

Selling and distribution costs decreased by S\$0.8 million to S\$0.4 million in 1H2015 compared to S\$1.2 million in 1H2014 due mainly to the absence of show-flat cost in 1H2015.

Other operating expenses increased by S\$18.1 million to S\$20.9 million for 1H2015 compared to 1H2014. These were mainly due to the Group's impairment of receivables due from associate, Dalian Shicheng Property Development (S) Pte Ltd ("DLSC") by S\$12.0 million in second quarter 2015 and impairment of remaining carrying amount of investment in DLSC by S\$4.8 million in first quarter 2015. These impairments arose from the management re-assessment of DLSC's net assets based on valuation of the real estate properties of DLSC by an independent valuer as at 30 June 2015, adjusted by management for the effect of change in marketing strategy of DLSC in 2Q2015 which include bulk sales. Management takes into consideration the continuing depressed real estate market in Dalian, China, where DLSC's development properties are located. In addition, loss on foreign exchange of S\$0.7 million and loss in fair value on investment properties of S\$0.5 million also contributed to the increase in other operating expenses in 1H2015.

Finance cost increased by S\$1.6 million to S\$2.9 million for 1H2015 compared to S\$1.3 million for 1H2014. The increase was mainly due to accrued interest cost on medium term notes issued in April 2014.

The Group recorded a loss before tax of S\$5.1 million in 1H2015 compared to achieving profit before tax of S\$12.9 million in 1H2014. Income tax expense is higher than the statutory tax rate as the impairment of S\$12.0 million on the receivables from DLSC and impairment of S\$4.8 million on the remaining carrying amount of investment in DLSC are not tax deductible.

The Group's loss after income tax was S\$7.5 million for 1H2015 compared to profit after income tax of S\$10.6 million for 1H2014.

Review of working capital, assets and liabilities

The changes in assets and liabilities are as follow:

- i) increase in trade and other receivables by S\$13.3 million was mainly due to advances provided to associates and joint ventures for their working capital and higher trade receivables from our real estate development, The Cristallo which achieved its TOP in February 2015 and partially offset by impairment of receivables from DLSC of S\$12.0 million.
- ii) decrease in available-for-sale investments by S\$4.0 million was due to sales of quoted loan securities.
- iii) decrease in development properties by S\$22.9 million was mainly due to additional progress billings to buyers deducted from development cost as the projects progress and the removal of cost of projects completed in 1H2015.
- iv) increase in investment properties by S\$37.6 million was mainly due to costs incurred on construction of the Tuas South dormitory. Construction of the dormitory project is scheduled to be completed by mid-2016.
- v) increase in associates and joint ventures by S\$3.7 million was mainly due to investment in three new joint ventures, namely, Synergy Performance Oil Pte Ltd which distributes lubricants and related products in the region, Synergy Truck Pte Ltd which distributes commercial vehicles, including trucks and buses in Myanmar and Eternal Synergy Pte Ltd which distributes lubricants and related products in Myanmar. This is partially offset by impairment loss of \$4.8 million on the remaining carrying amount of investment in the associate, DLSC.

Cash and cash equivalents decreased by S\$42.7 million in 1H2015 mainly from the following items: cash flow from operating activities was S\$24.1 million deriving from profit made for current period and collection of progress billings on properties sold. S\$57.8 million was spent on investing activities mainly on the construction cost of the Tuas South dormitory project, investment in three new joint ventures and advance to associates and joint ventures. S\$11.0 million was spent on financing activities mainly on repayment of bank loans, net of proceeds from new bank loans of S\$3.3 million and dividends paid to shareholders and non-controlling shareholders amounted to S\$4.7 million and S\$1.7 million respectively.

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

The company has not made any forecast or prospect statement for the period ended 30 June 2015 previously.

10 A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

The Urban Redevelopment Authority (“URA”) reported in its 2nd Quarter 2015 real estate statistics dated 24 July 2015 that prices of private residential properties decreased by 0.9% in 2Q2015, compared to the 1.0% price decline in the previous quarter 1Q2015. This was the seventh continuous quarter of price decline. The sale of new private residential units decreased to 3,427 units in 1H2015 compared to 4,409 units sold in 1H2014. The weak sentiment for the Singapore private residential property market is expected to persist. The Group will continue to remain focused and cautious while on the lookout for business opportunities both locally and overseas.

The construction sector for private residential construction continues to be challenging in the light of reduced demand arising from the weak private residential market sentiment in Singapore and the tightening of manpower and increasing cost amid intensified competition. Despite the current challenging conditions, the Group remains confident of its construction segment’s performance underpinned by our order book of S\$256 million as at 30 June 2015, to be delivered progressively over the next 2 years as well as continued efforts to increase productivity and manage costs.

On 26 June 2015, the Company has completed the update of its S\$150 million multi-currency medium term note programme and has increased the programme size to allow the maximum aggregate principal amount of notes outstanding at any time to be S\$300 million. The Company will tap the market for funds when the opportunities arise. The Group will continue to exercise financial prudence and pursue strategic business opportunities locally and in the region to drive growth.

11 Dividend

(a) Current Financial Period Reported On

(i) Any dividend declared for the current financial period reported on? No.

(ii) Any dividend recommended for the current financial period reported on? No.

(b) Corresponding period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? No.

(c) Date payable

Not Applicable.

(d) Books closure date

Not Applicable.

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

No dividend has been declared or recommended in the current financial period.

13 If the group has obtained general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920 (1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

The Group has not obtained a general mandate for interested person transactions. During the period, the following interested person transactions were entered into by the Group:

Name of Interested person	Aggregate value of all interested person transactions during the financial period under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Listing Manual Rule 920)		Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Listing Manual Rule 920 (excluding transactions less than S\$100,000)	
	3 months ended 30 June 2015	6 months ended 30 June 2015	3 months ended 30 June 2015	6 months ended 30 June 2015
	S\$'000	S\$'000	S\$'000	S\$'000
Liong Kiam Teck (Note 1)	824	1,658	N.A.	N.A.
Prestige Resources Pte Ltd	75	150	N.A.	N.A.
TAC Alliance Pte. Ltd.	45	90	N.A.	N.A.

Note 1:

On 22 January 2014, a subsidiary entered into a cost-plus contract with Mr Liong Kiam Teck, the Executive Chairman of the Company, for the erection of three 3-storey strata bungalows. Under the contract, estimated cost of S\$4 million plus a 5% mark up on cost incurred shall be billed progressively according to work done. For the six months ended 30 June 2015, billing of S\$1,658,317 was rendered. As at 30 June 2015, cumulative billing of S\$2,806,272 has been rendered based on certified work done.

14 Confirmation pursuant to Rule 705(5) of the Listing Manual

We confirm on behalf of the Board of Directors, that, to the best of our knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited second quarter financial results of the Group and the Company for the period ended 30 June 2015 to be false or misleading in any material aspect.

On behalf of the Board of Directors

Liong Kiam Teck
Executive Chairman

Neo Tiam Boon
Chief Executive Officer and Director

BY ORDER OF THE BOARD

Foo Soon Soo/ Yap Ming Choo
Company Secretaries

6 August 2015