

Listed companies must provide the information required by Appendix 7.2 of the Listing Manual. Adequate disclosure should be given to explain any material extraordinary item either as a footnote of the material extraordinary item or in the "Review of the performance of the group".



## Second Quarter and Six Months Ended 30 June 2015 Financial Statement and Dividend Announcement

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

#### 1(a) An income statement and statement of comprehensive income, or a statement of comprehensive income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year

Income statement	Group			Group		
	S\$'000		%	S\$'000		%
	Q2 FY2015		incr/ (decr)	6 months ended 30 Jun		incr/ (decr)
	2015	2014		2015	2014	
a Revenue	44,755	40,204	11.3	88,224	77,782	13.4
b Investment Income	-	-	-	-	-	-
c Other income including interest income :-	177	518	(65.8)	590	739	(20.2)
(i) Gain on sale of plant & equipment included in other income	-	236	(100.0)	-	238	(100.0)
(ii) Interest Income	45	54	(16.7)	95	100	(5.0)
(iii) Other Income	132	228	(42.1)	495	401	23.4
d Changes in inventories of FG & WIP	(525)	(96)	n.m	(651)	116	n.m
(i) Allowance for inventories	(7)	(45)	(84.4)	(13)	(51)	(74.5)
e Raw Materials and consumables used	(14,339)	(12,707)	12.8	(29,279)	(24,295)	20.5
(i) Write back (allowance) for inventories	4	(41)	(109.8)	8	(41)	(119.5)
f Staff Costs	(9,879)	(9,551)	3.4	(19,538)	(18,795)	4.0
g Depreciation, amortisation and impairment expenses	(2,201)	(1,407)	56.4	(4,312)	(2,723)	58.4
h Interest on borrowings	(200)	(62)	222.6	(391)	(139)	181.3
i Other operating expenses :-	(13,554)	(14,042)	(3.5)	(26,091)	(27,027)	(3.5)
(i) foreign exchange loss	(594)	107	n.m	(794)	179	n.m
(ii) Allowance for doubtful debts	-	6	(100.0)	-	(9)	(100.0)
(iii) Bad debts written off	-	-	n.m	-	-	n.m
j Exceptional items	-	-	-	-	-	-
k Operating profit before income tax, non-controlling interests and extraordinary items but after interest on borrowings, depreciation and amortisation, foreign exchange loss and exceptional items	4,234	2,857	48.2	8,552	5,658	51.1

**Income statement (continued)**

	Group			Group		
	S\$'000		%	S\$'000		%
	Q2 FY2015		incr/ (decr)	6 months ended 30 Jun		incr/ (decr)
	2015	2014		2015	2014	
l Loss from associated companies	-	-	-	-	-	-
m Profit from joint venture	4	36	(88.9)	3	109	(97.2)
n Operating profit before income tax	4,238	2,893	46.5	8,555	5,767	48.3
o Less income tax	(923)	(1,074)	(14.1)	(1,869)	(1,816)	2.9
(i) Adjustment for under (over) provision of tax in respect of prior periods.	4	145	(97.2)	9	97	(90.7)
p Profit for the period	3,315	1,819	82.2	6,686	3,951	69.2
Attributable to :-						
q Owners of the Company	3,054	1,672	82.7	6,244	3,686	69.4
r Non-controlling Interests	261	147	77.6	442	265	66.8

**Statement of Comprehensive Income**

	Group			Group		
	S\$'000		%	S\$'000		%
	Q2 FY2015		incr/ (decr)	6 months ended 30 Jun		incr/ (decr)
	2015	2014		2015	2014	
Profit for the period	3,315	1,819	82.2	6,686	3,951	69.2
Other comprehensive income :						
Items that may be reclassified subsequently to profit or loss						
Foreign currency translation	(1,598)	(8)	n.m	198	(896)	n.m
Other comprehensive income for the period	(1,598)	(8)	n.m	198	(896)	n.m
Total comprehensive income for the period	1,717	1,811	(5.2)	6,884	3,055	125.3
The comprehensive income attributable to :-						
Owners of the Company	1,511	1,664	(9.2)	6,422	2,807	128.8
Non-controlling Interests	206	147	40.1	462	248	86.3

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

**Statement of Financial Position**

	<b>Group</b>		<b>Company</b>	
	Actual 30-Jun-15 \$'000	Previous 31-Dec-14 \$'000	Actual 30-Jun-15 \$'000	Previous 31-Dec-14 \$'000
<b>ASSETS</b>				
<b>Current assets:</b>				
Cash and cash equivalents	20,312	22,156	894	868
Trade and other receivables	41,604	43,480	18,860	19,203
Inventories	16,994	14,042	-	-
<b>Total current assets</b>	<b>78,910</b>	<b>79,678</b>	<b>19,754</b>	<b>20,071</b>
<b>Non-current assets:</b>				
Other assets	642	427	-	-
Joint venture	4,491	5,270	4,216	4,216
Subsidiaries	-	-	19,829	19,829
Property, plant and equipment	84,041	83,829	42,955	43,370
Investment properties	3,878	3,993	1,726	1,705
Land use rights	7,442	7,574	6,952	7,085
Intangible assets	67	72	67	72
Goodwill	6,691	6,691	-	-
Deferred tax assets	160	162	-	-
<b>Total non-current assets</b>	<b>107,412</b>	<b>108,018</b>	<b>75,745</b>	<b>76,277</b>
<b>Total assets</b>	<b>186,322</b>	<b>187,696</b>	<b>95,499</b>	<b>96,348</b>
<b>LIABILITIES AND EQUITY</b>				
<b>Current liabilities:</b>				
Trade and other payables	24,672	25,340	17,419	12,947
Finance leases	1,040	1,098	-	-
Income tax payable	2,379	1,929	51	39
Bank loans	5,000	7,493	5,000	5,000
<b>Total current liabilities</b>	<b>33,091</b>	<b>35,860</b>	<b>22,470</b>	<b>17,986</b>
<b>Non-current liabilities:</b>				
Bank loans	15,000	17,500	15,000	17,500
Finance leases	1,993	2,653	-	-
Post employment benefits	255	250	-	-
Deferred tax liabilities	1,004	1,002	-	-
<b>Total non-current liabilities</b>	<b>18,252</b>	<b>21,405</b>	<b>15,000</b>	<b>17,500</b>
<b>Capital, reserves and non-controlling interests:</b>				
Share capital	23,852	23,852	23,852	23,852
Statutory surplus reserve	1,756	1,753	-	-
Retained earnings	106,403	102,498	34,177	37,010
Currency translation reserve	782	604	-	-
<b>Equity attributable to owners of the company</b>	<b>132,793</b>	<b>128,707</b>	<b>58,029</b>	<b>60,862</b>
Non-controlling interests	2,186	1,724	-	-
<b>Total equity</b>	<b>134,979</b>	<b>130,431</b>	<b>58,029</b>	<b>60,862</b>
<b>Total liabilities and equity</b>	<b>186,322</b>	<b>187,696</b>	<b>95,499</b>	<b>96,348</b>

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

(a) Amount repayable in one year or less, or on demand

As at 30/06/15		As at 31/12/14	
Secured	Unsecured	Secured	Unsecured
\$'000	\$'000	\$'000	\$'000
1,040	5,000	1,098	7,493

(b) Amount repayable after one year

As at 30/06/15		As at 31/12/14	
Secured	Unsecured	Secured	Unsecured
\$'000	\$'000	\$'000	\$'000
1,993	15,000	2,653	17,500

**Details of any collateral**

The finance lease liabilities are secured by the assets under finance leases.

**1(c) A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year**

**Statement of cash flows**

	Group		Group	
	3 months ended 30 Jun 2015	2014	6 months ended 30 Jun 2015	2014
	S\$'000	S\$'000	S\$'000	S\$'000
<b>Cash flow from operating activities:</b>				
Profit before tax	4,238	2,893	8,555	5,767
Adjustments for :				
Allowance for doubtful debts	-	(6)	-	9
Write-down of inventories	3	86	5	92
Depreciation and amortisation expense	2,201	1,428	4,312	2,744
Reversal of impairment loss on property, plant and equipment	-	(21)	-	(21)
Loss (gain) on disposal of property, plant and equipment	1	(236)	22	(238)
Post employment benefits	(2)	(1)	5	(2)
Share of profit from joint venture	(4)	(36)	(3)	(109)
Interest income	(45)	(54)	(95)	(100)
Finance costs	200	62	391	139
<b>Operating cash flows before movements in working capital</b>	<b>6,592</b>	<b>4,115</b>	<b>13,192</b>	<b>8,281</b>
Trade and other receivables and other assets	162	(1,592)	1,661	2,735
Inventories	(1,651)	117	(2,957)	(41)
Trade and other payables	1,554	(6,192)	(668)	(14,232)
<b>Cash generated from operations</b>	<b>6,657</b>	<b>(3,552)</b>	<b>11,228</b>	<b>(3,257)</b>
Interest paid	(200)	(62)	(391)	(139)
Income tax paid	(1,000)	(912)	(1,415)	(1,671)
<b>Net cash from operating activities</b>	<b>5,457</b>	<b>(4,526)</b>	<b>9,422</b>	<b>(5,067)</b>
<b>Cash flow from investing activities:</b>				
Interest received	45	54	95	100
Dividends received from joint venture	-	-	-	956
Proceeds from disposal of property, plant and equipment	(26)	628	-	630
Purchase of property, plant and equipment	(2,828)	(2,599)	(4,634)	(13,733)
Purchase of investment properties	(51)	-	(51)	-
<b>Net cash used in investing activities</b>	<b>(2,860)</b>	<b>(1,917)</b>	<b>(4,590)</b>	<b>(12,047)</b>
<b>Cash flows from financing activities:</b>				
Dividends paid	(2,336)	(2,336)	(2,336)	(2,336)
Repayment of bank loans	(1,476)	(260)	(4,987)	(514)
Proceeds from bank loans	-	8,000	-	16,500
Repayment of obligations under finance leases	(270)	(359)	(543)	(691)
<b>Net cash from financing activities</b>	<b>(4,082)</b>	<b>5,045</b>	<b>(7,866)</b>	<b>12,959</b>
Net decrease in cash and cash equivalents	(1,485)	(1,398)	(3,034)	(4,155)
Cash and cash equivalents at beginning of period	21,980	26,181	22,156	29,529
Effect of foreign exchange rate changes	(183)	(203)	1,190	(794)
Cash and cash equivalents at end of period	20,312	24,580	20,312	24,580

**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**

**Statement of changes in equity**

**GROUP**

	Share capital S\$'000	Statutory surplus reserve S\$'000	Retained earnings S\$'000	Currency translation reserve S\$'000	Attributable to owners of the company S\$'000	Non-controlling interests S\$'000	Total S\$'000
<b>Balance at 1 Apr 2014</b>	<b>23,852</b>	<b>1,473</b>	<b>99,776</b>	<b>(1,139)</b>	<b>123,962</b>	<b>1,206</b>	<b>125,168</b>
<b>Total comprehensive income for the period</b>							
Profit for the period net of tax	-	-	1,672	-	1,672	147	1,819
Other comprehensive income for the period	-	-	-	(8)	(8)	-	(8)
<b>Total</b>	<b>-</b>	<b>-</b>	<b>1,672</b>	<b>(8)</b>	<b>1,664</b>	<b>147</b>	<b>1,811</b>
<b>Transactions with owners, recognised directly in equity</b>							
Appropriations	-	-	-	-	-	-	-
Dividends paid	-	-	(2,336)	-	(2,336)	-	(2,336)
<b>Total</b>	<b>-</b>	<b>-</b>	<b>(2,336)</b>	<b>-</b>	<b>(2,336)</b>	<b>-</b>	<b>(2,336)</b>
<b>Balance at 30 Jun 2014</b>	<b>23,852</b>	<b>1,473</b>	<b>99,112</b>	<b>(1,147)</b>	<b>123,290</b>	<b>1,353</b>	<b>124,643</b>

<b>Balance at 1 Apr 2015</b>	<b>23,852</b>	<b>1,753</b>	<b>105,688</b>	<b>2,325</b>	<b>133,618</b>	<b>1,980</b>	<b>135,598</b>
<b>Total comprehensive income for the period</b>							
Profit for the period net of tax	-	-	3,054	-	3,054	261	3,315
Other comprehensive income for the period	-	-	-	(1,543)	(1,543)	(55)	(1,598)
<b>Total</b>	<b>-</b>	<b>-</b>	<b>3,054</b>	<b>(1,543)</b>	<b>1,511</b>	<b>206</b>	<b>1,717</b>
<b>Transactions with owners, recognised directly in equity</b>							
Appropriations	-	3	(3)	-	-	-	-
Dividends paid	-	-	(2,336)	-	(2,336)	-	(2,336)
<b>Total</b>	<b>-</b>	<b>3</b>	<b>(2,339)</b>	<b>-</b>	<b>(2,336)</b>	<b>-</b>	<b>(2,336)</b>
<b>Balance at 30 Jun 2015</b>	<b>23,852</b>	<b>1,756</b>	<b>106,403</b>	<b>782</b>	<b>132,793</b>	<b>2,186</b>	<b>134,979</b>

**COMPANY**

	Share capital S\$'000	Statutory surplus reserve S\$'000	Retained earnings S\$'000	Currency translation reserve S\$'000	Attributable to owners of the company S\$'000	Non-controlling interests S\$'000	Total S\$'000
<b>Balance at 1 Apr 2014</b>	<b>23,852</b>	<b>-</b>	<b>33,122</b>	<b>-</b>	<b>56,974</b>	<b>-</b>	<b>56,974</b>
Profit for the period net of tax, representing total comprehensive income for the period	-	-	(136)	-	(136)	-	(136)
Dividends paid, representing transactions with owners recognised directly in equity	-	-	(2,336)	-	(2,336)	-	(2,336)
<b>Balance at 30 Jun 2014</b>	<b>23,852</b>	<b>-</b>	<b>30,650</b>	<b>-</b>	<b>54,502</b>	<b>-</b>	<b>54,502</b>
<b>Balance at 1 Apr 2015</b>	<b>23,852</b>	<b>-</b>	<b>37,225</b>	<b>-</b>	<b>61,077</b>	<b>-</b>	<b>61,077</b>
Profit for the period net of tax, representing total comprehensive income for the period	-	-	(712)	-	(712)	-	(712)
Dividends paid, representing transactions with owners recognised directly in equity	-	-	(2,336)	-	(2,336)	-	(2,336)
<b>Balance at 30 Jun 2015</b>	<b>23,852</b>	<b>-</b>	<b>34,177</b>	<b>-</b>	<b>58,029</b>	<b>-</b>	<b>58,029</b>

**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 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**

Not applicable.

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

	Number of Issued Shares	
	30/6/2015	31/12/2014
Balance as at 1 January	233,550,248	233,550,248
Issue of shares	-	-
Balance as at	<u>233,550,248</u>	<u>233,550,248</u>

**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 on.**

There are no treasury shares as at the end of current period.

**2. Whether the figures have been audited, or reviewed and in accordance with which standard (e.g. the Singapore Standard on Auditing 910 (Engagements to Review Financial Statements), or an equivalent standard)**

The figures have not been audited or reviewed by the company's auditors.

**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**

Except as disclosed in Note 5 below, the Group has applied the same accounting policies and method of computation in the financial statements for the current financial period compared with those of the audited financial statements as at 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**

During the current financial year, the group has adopted all the new and revised standards that are relevant to its operations and effective for annual periods beginning on or after January 1, 2015. The adoption of these new/revised standards 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 or prior years.

**6. Earnings per ordinary share of the group for the current period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends**

	<b>3 months ended</b>		<b>6 months ended</b>	
	<b>Jun'15</b>	<b>Jun'14</b>	<b>Jun'15</b>	<b>Jun'14</b>
Earnings per Ordinary Share for the year based on net profit attributable to shareholders :-				
i) Based on the weighted average number of ordinary shares on issue (cents)	1.31	0.72	2.67	1.58
ii) On a fully diluted basis (cents)	1.31	0.72	2.67	1.58

**Note**

- The earnings per ordinary share ("EPS") for the period ended June 30, 2015 has been calculated on weighted average number of ordinary shares in issue of 233,550,248 (June 30, 2014 = 233,550,248) ordinary shares
- Fully diluted EPS for the period ended June 30, 2015 is calculated on 233,550,248 (June 30, 2014, Diluted EPS is calculated at 233,550,248) ordinary shares assuming all the fully exercise of employee shares option during the year and adjusting for the number of ordinary shares in issue to reflect the effect of all potentially dilutive ordinary shares.

**7. Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the (a) current period reported on and (b) immediately preceding financial year**

	<b>GROUP</b>		<b>COMPANY</b>	
	<b>Jun'15</b>	<b>Dec'14</b>	<b>Jun'15</b>	<b>Dec'14</b>
Net Asset Value Per Ordinary Share based on issued share capital at the end of the period	56.86 cts	55.11 cts	24.85 cts	26.06 cts

Note: The net asset value per ordinary share for the period ended June 30, 2015 have been calculated based on the issued share capital of 233,550,248 shares (December 31, 2014: 233,550,248)



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**

#### **2Q FY 2015 vs 2Q FY 2014**

##### Income Statement

For the second quarter ended 30 June 2015, the Group achieved total revenue of \$44.8 million, 11.3% higher than the \$40.2 million achieved in the same period last year.

The Print-related business accounted for 59.8% of the Group's revenue and the Non-print business contributed the balance of 40.2%. In terms of geographical perspective, the Singapore operations continued to be the main contributor and it accounted for 65.2% of the Group's revenue. The China operations remained as the second largest with 24.6% contribution.

The revenue for the Print-related business increased by 11.1% from \$24.1 million to \$26.8 million whilst the Non-print business increased by 11.6% in revenue from \$16.1 million to \$18.0 million. The increases in revenue achieved by both segments were mainly due to higher demand from existing customers.

The Group's operating profit before tax for the second quarter ended 30 June 2015 increased by 46.5% to \$4.2 million as compared to \$2.9 million for the same period in the previous year.

#### **1H FY 2015 vs 1H FY 2014**

For the half year ended 30 June 2015, the Group achieved total revenue of \$88.2 million, 13.4% higher than the \$77.8 million achieved in the same period last year.

The Print-related business accounted for 60.0% of the Group's revenue and the Non-print business contributed the balance of 40.0%. In terms of geographical perspective, the Singapore operations continued to be the main contributor and it accounted for 64.6% of the Group's revenue. The China operations remained as the second largest with 25.1% contribution.

The revenue for the Print-related business increased by 13.0% from \$46.8 million to \$52.9 million whilst the revenue for Non-print business increased by 14.1% from \$30.9 million to \$35.3 million. The increase in the Print segment revenue was mainly due to higher demand from some existing customers in Singapore, China and Indonesia. For the Non-Print Business, the growth was mainly due to the increase in demand from existing customers in Singapore and China.

The Group's operating profit before tax for the first half ended 30 June 2015 increased by 48.3% to \$8.6 million as compared to \$5.8 million for the same period in the previous year. The increase was mainly attributed to the increased sales as well as the cost savings achieved after the relocation of headquarters to Pixel Red last year. In addition, in this financial period, there was no one-off expenses for the relocation of headquarter which was incurred in the same period last year.

The operating profit before tax for the Print-related business (after allocation of corporate services expenses) increased by 72.7% from \$1.5 million to \$2.6 million. The increase in operating profit was mainly attributed to the increased sales, cost savings on labour costs and rental in Singapore after the relocation to the new headquarters at Pixel Red as well as the move of part of its production to the new factory at Iskandar Development Zone, Johor, Malaysia.

The operating profit before tax for the Non-print business (after allocation of corporate services expenses) increased by 39.9% from \$4.3 million in the same period the previous year to \$6.0 million this year. The increase in operating profit was mainly attributed to the contribution from increased activities from the existing customers.

The Group's other income for the half year ended 30 June 2015 decreased by 20.2% from \$0.7 million to \$0.6 million. There was gain on disposal of property, plant and equipment due to facilities upgrade during the relocation of headquarter to Pixel Red in the first half of last year whereas there was nil in the first half of this year.

The Group's depreciation, amortisation and impairment expenses increased 58.4% from \$2.7 million to \$4.3 million as a result of the Group's increased investments in property, plant and equipment in Singapore, China and Malaysia in the previous year.

#### Statement of Financial Position

Total assets decreased 0.7% from \$187.7 million as at 31 December 2014 to \$186.3 million as at 30 June 2015.

Current assets decreased 1.0% from \$79.7 million as at 31 December 2014 to \$78.9 million as at 30 June 2015. The decrease was mainly due to the decrease in cash and cash equivalents as well as trade and other receivables. This decrease was partially offset by an increase in inventories level arising from higher business demand from the Group's existing customers.

Cash and cash equivalents decreased 8.3% to \$20.3 million as of 30 June 2015 compared to \$22.2 million as at 31 December 2014. This was mainly due to payment to creditor and repayment of bank loans. Trade and other receivables decreased by 4.3% from \$43.5 million last year to \$41.6 million as at 30 June 2015, mainly due to expedited collection from customers. Inventories increased 21.0% from \$14.0 million last year to \$17.0 million as at 30 June 2015 in anticipation of upcoming sales.

Non-current assets decreased 0.6% from \$108.0 million in the previous year to \$107.4 million as at 30 June 2015. This was primarily due to the decrease in joint venture, investment properties and land use rights. The decrease is partially offset by the addition of new property, plant and equipment, and other assets. Property, plant and equipment increased \$0.2 million (or 0.3%) from \$83.8 million in the previous year to \$84.0 million as at 30 June 2015.

Total liabilities decreased 10.3% from \$57.3 million in the previous year to \$51.3 million as at 30 June 2015. Of these, current liabilities decreased 7.7% from \$35.9 million to \$33.1 million, whilst non-current liabilities decreased 14.7% from \$21.4 million to \$18.3 million. The overall decrease in liabilities was mainly due to the decrease in bank loans, finance leases and trade and other payables, although partially offset by an increase in income tax payable. The decrease in trade and other payables of 2.6% was mainly due to payment to suppliers and staff costs.

#### Statement of Cash Flows

For the half year ended 30 June 2015, the Group generated positive cash flow of \$11.2 million from operations after working capital changes. It was negative \$3.3 million for the same period last year. This increase was mainly attributed to higher revenue and the absence of one-off expenses incurred for the relocation of headquarter last year. In addition, there were more progress payments made for the construction of Pixel Red in the same period last year while there were lesser for the current financial period.

During this period, the Group continued to invest \$4.7 million into Pixel Red's facilities, software system upgrade and addition of new machineries at Wuxi, China and Batam, Indonesia.

The Group's net cash flow from financing activities registered a negative cash flow of \$7.9 million compared to a positive cash flow of \$13.0 million for the same period in the previous year. This was mainly due to repayment of bank loans during the period. The Group's gearing ratio decreased from 22.3% as at 31 December 2014 to 17.4% as at 30 June 2015.

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

The results are in line with the commentary previously stated in Paragraph 10 of the announcement for the full year FY 2014.

**10. A commentary at the date of the announcement of the 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 improved results this quarter were due to a combination of higher revenue from customers and cost savings from operating at Pixel Red and Iskandar. Management is, however, mindful that the global economic outlook remains uncertain and would continue to take steps to be competitive and seek new upstream activities to widen revenue sources.

Barring any unforeseen circumstances, the Directors expect the Group to remain profitable for the current year.

**11. Dividend (to amend accordingly)**

***(a) Current Financial Period Reported On  
Any dividend declared for the current financial period reported on?***

Name of dividend	:	Interim
Dividend Type	:	Cash
Dividend amount per share (in cents)	:	0.5 cent

***(b) Corresponding Period of the Immediately Preceding Financial Year  
Any dividend declared for the corresponding period of the immediately preceding financial year?***

Name of dividend	:	Interim
Dividend Type	:	Cash
Dividend amount per share (in cents)	:	0.5 cent

**(c) Date payable**

To be announced later.

**(d) Books closure date**

To be announced later.

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

Not Applicable

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

The company did not obtain a general mandate from shareholders for IPTs.

#### **14. Confirmation Pursuant to Rule 705(5) of the Listing Manual**

The Board of Directors do hereby confirm that to the best of their knowledge, nothing has come to their attention which may render the un-audited results of the Group, for the six months ending June 30, 2015, to be false or misleading.

**BY ORDER OF THE BOARD**  
**Thomas Chua Kee Seng**  
**Chairman & Managing Director**  
**August 11, 2015**  
**Singapore**