



UNAUDITED SECOND QUARTER AND HALF YEAR FINANCIAL STATEMENTS AND RELATED 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) 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

CONSOLIDATED INCOME STATEMENT

	Group			Group		
	2nd Qtr Ended 30/9/2015 S\$'000	30/9/2014 S\$'000	Incr/ (decr) %	6 months Ended 30/9/2015 S\$'000	30/9/2014 S\$'000	Incr/ (decr) %
<b>Revenue</b>	<b>25,822</b>	<b>29,785</b>	(13.3)	<b>54,539</b>	<b>55,567</b>	(1.9)
Cost of sales	(20,098)	(21,212)	(5.3)	(41,902)	(39,580)	5.9
<b>Gross profit</b>	<b>5,724</b>	<b>8,573</b>	(33.2)	<b>12,637</b>	<b>15,987</b>	(21.0)
Other income	398	535	(25.6)	159	516	(69.2)
Distribution costs	(1,370)	(1,178)	16.3	(2,698)	(2,175)	24.0
Administrative expenses	(3,937)	(4,119)	(4.4)	(8,509)	(6,797)	25.2
Other operating expenses	(116)	(49)	NM	(589)	(68)	NM
Interest expense	(656)	(504)	30.2	(1,348)	(976)	38.1
<b>Profit (loss) before income tax</b>	<b>43</b>	<b>3,258</b>	(98.7)	<b>(348)</b>	<b>6,487</b>	NM
Income tax benefit (expense)	3	(523)	NM	(103)	(1,007)	(89.8)
<b>Profit (loss) for the period</b>	<b>46</b>	<b>2,735</b>	(98.3)	<b>(451)</b>	<b>5,480</b>	NM
Attributable to:						
Shareholders of the Company	44	2,540	(98.3)	(449)	5,251	NM
Non-controlling interests	2	195	NM	(2)	229	NM
	<b>46</b>	<b>2,735</b>	(98.3)	<b>(451)</b>	<b>5,480</b>	NM
Gross profit margin	22.2%	28.8%		23.2%	28.8%	
Net profit (loss) margin	0.2%	9.2%		-0.8%	9.9%	
EBITDA <sup>(1)</sup> (S\$'000)	1,645	4,502	(63.5)	2,988	8,622	(65.3)
EBITDA margin	6.4%	15.1%		5.5%	15.5%	

<sup>(1)</sup> : Denotes earnings before interest, taxes, depreciation and amortisation

NM: Not meaningful

**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	Group			Group		
	2nd Qtr Ended		Incr/ (decr)	6 months Ended		Incr/ (decr)
	30/9/2015	30/9/2014		30/9/2015	30/9/2014	
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Profit (loss) for the period	46	2,735	(98.3)	(451)	5,480	NM
<b>Other comprehensive income</b>						
Item that may be reclassified to profit or loss:						
Translation differences arising on consolidation	678	(6)	NM	387	(10)	NM
<b>Other comprehensive income (loss) for the period</b>	<b>678</b>	<b>(6)</b>	NM	<b>387</b>	<b>(10)</b>	NM
<b>Total comprehensive income (loss) for the period</b>	<b>724</b>	<b>2,729</b>	(73.5)	<b>(64)</b>	<b>5,470</b>	NM
Total comprehensive income (loss) attributable to:						
Shareholders of the Company	725	2,544	(71.5)	(57)	5,236	NM
Non-controlling interests	(1)	185	NM	(7)	234	NM
	<b>724</b>	<b>2,729</b>	(73.5)	<b>(64)</b>	<b>5,470</b>	NM

1(a)(ii) Profit before income tax is arrived at after charging/(crediting) the following:

	Group			Group		
	2nd Qtr Ended		Incr/	6 months Ended		Incr/
	30/9/2015	30/9/2014	(decr)	30/9/2015	30/9/2014	(decr)
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Allowance for doubtful trade receivables	115	48	140	115	66	74
Trade receivables written off	-	-	NM	216	-	NM
Other receivables written off	-	1	(100)	-	1	(100)
Doubtful trade receivables recovered	(14)	-	NM	(27)	-	NM
Depreciation	760	725	5	1,616	1,129	43
Amortisation of intangible assets	186	15	NM	372	30	NM
Foreign exchange (gain) loss	(265)	(286)	(7)	258	(221)	NM
Gain on disposal of property, plant and equipment	(76)	(139)	NM	(76)	(164)	(54)
Interest income	(5)	(4)	25	(10)	(21)	(52)
Interest expense	656	504	30	1,348	976	38

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

STATEMENTS OF FINANCIAL POSITION

	Group		Company	
	30/9/2015 S\$'000	31/3/2015 S\$'000	30/9/2015 S\$'000	31/3/2015 S\$'000
<b>ASSETS</b>				
<b>Current assets</b>				
Cash and cash equivalents	8,428	6,279	1,087	1,222
Trade receivables	28,200	31,257	410	2,131
Other receivables and prepayments	6,633	4,441	45,798	49,559
Inventories	154,089	149,372	-	-
Total current assets	197,350	191,349	47,295	52,912
<b>Non-current assets</b>				
Property, plant and equipment	25,277	26,413	687	756
Club memberships	40	40	-	-
Intangible assets	4,694	5,067	-	-
Goodwill	2,165	2,165	-	-
Prepayment	2,745	2,875	-	-
Deferred tax assets	364	364	219	219
Subsidiaries	-	-	6,101	6,101
Total non-current assets	35,285	36,924	7,007	7,076
<b>Total assets</b>	<b>232,635</b>	<b>228,273</b>	<b>54,302</b>	<b>59,988</b>
<b>LIABILITIES AND EQUITY</b>				
<b>Current liabilities</b>				
Trade payables	18,490	17,850	-	-
Other payables	13,935	14,209	338	6,027
Current portion of bank borrowings	62,858	58,106	-	-
Current portion of finance leases	546	537	5	5
Income tax payable	213	578	-	-
Total current liabilities	96,042	91,280	343	6,032
<b>Non-current liabilities</b>				
Bank borrowings	29,088	29,360	-	-
Finance leases	1,186	1,277	12	14
Deferred tax liabilities	658	631	-	-
Total non-current liabilities	30,932	31,268	12	14
<b>Capital, reserves and non-controlling interests</b>				
Share capital	50,587	50,587	50,587	50,587
Retained earnings	53,662	54,111	3,360	3,355
Translation reserve	1,331	939	-	-
Equity attributable to shareholders of the Company	105,580	105,637	53,947	53,942
Non-controlling interests	81	88	-	-
Total equity	105,661	105,725	53,947	53,942
<b>Total liabilities and equity</b>	<b>232,635</b>	<b>228,273</b>	<b>54,302</b>	<b>59,988</b>

**1(b)(ii) In relation to the aggregate amount of group's borrowings and debt securities, specify the following as at the end of the current financial period reported on with comparative figures as at the end of the immediately preceding financial year**

**Amount repayable in one year or less, or on demand**

	30/9/2015		31/3/2015	
	Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
Term loans	12,329	-	9,959	-
Money market loan	9,700	-	7,500	-
Bank bills payables	9,449	19,901	5,754	22,357
Finance leases	546	-	537	-
Time loans	-	3,000	-	5,000
Revolving credit loans	-	8,479	-	7,536
	<u>32,024</u>	<u>31,380</u>	<u>23,750</u>	<u>34,893</u>

**Amount repayable after one year**

	30/9/2015		31/3/2015	
	Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
Term loans	28,789	299	29,360	-
Finance leases	1,186	-	1,277	-
	<u>29,975</u>	<u>299</u>	<u>30,637</u>	<u>-</u>

**Details of any collaterals**

Certain bank borrowings are secured by a legal mortgage over the Group's leasehold land and buildings, certain plant and machinery, a floating charge over certain inventories of the Group and corporate guarantees of the Company and a certain subsidiary.

Finance leases are secured by charges over the leased assets. Certain leases are guaranteed by a corporate guarantee by the Company.

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

**CONSOLIDATED STATEMENT OF CASH FLOWS**

	Group		Group	
	2nd Qtr Ended	2nd Qtr Ended	6 months Ended	6 months Ended
	30/9/2015	30/9/2014	30/9/2015	30/9/2014
	S\$'000	S\$'000	S\$'000	S\$'000
<b>Operating activities</b>				
Profit (loss) before income tax	43	3,258	(348)	6,487
Adjustments for :				
Interest expense	656	504	1,348	976
Interest income	(5)	(4)	(10)	(21)
Depreciation	760	725	1,616	1,129
Amortisation of intangible assets	186	15	372	30
Allowance for doubtful trade receivables	115	48	115	66
Doubtful trade receivables recovered	(14)	-	(27)	-
Trade receivables written off	-	-	216	-
Other receivables written off	-	1	-	1
Gain on disposal of property, plant and equipment	(76)	(139)	(76)	(164)
Net foreign exchange gain - unrealised	(40)	(252)	(25)	(185)
Operating cash flows before movements in working capital	1,625	4,156	3,181	8,319
Trade receivables	3,656	2,537	3,131	2,925
Other receivables and prepayments	(1,730)	478	(2,080)	197
Inventories	(2,394)	(2,808)	(1,899)	(9,770)
Trade payables	5,057	(5,651)	354	(9,284)
Other payables	(2,792)	(428)	(292)	(101)
Bank bill payables	(1,626)	3,595	1,227	9,848
Cash generated from operations	1,796	1,879	3,622	2,134
Interest paid for bank bills	(218)	(264)	(445)	(497)
Interest received	5	4	10	21
Income tax paid	(370)	(823)	(443)	(871)
Net cash from operating activities	1,213	796	2,744	787
<b>Investing activities</b>				
Proceeds from disposal of property, plant and equipment	84	168	93	221
Purchases of property, plant and equipment	(1,729)	(796)	(2,711)	(1,122)
Acquisition of subsidiaries	-	998	-	(4,087)
Net cash (used in) from investing activities	(1,645)	370	(2,618)	(4,988)
<b>Financing activities</b>				
Interest paid for other borrowings	(438)	(240)	(903)	(479)
Dividend paid	-	(3,942)	-	(3,942)
Repayment of obligations under finance leases	(143)	(289)	(292)	(545)
New bank loans obtained	2,459	1,487	9,886	4,684
Repayment of bank loans	(4,860)	(1,178)	(6,642)	(2,196)
Contributions from non-controlling interests	-	20	-	20
Net cash (used in) from financing activities	(2,982)	(4,142)	2,049	(2,458)
Net (decrease) increase in cash and cash equivalents	(3,414)	(2,976)	2,175	(6,659)
Exchange difference on cash and cash equivalents	82	6	(26)	(6)
Cash and cash equivalents at beginning of the period	11,760	15,129	6,279	18,824
Cash and cash equivalents at end of the period	8,428	12,159	8,428	12,159

1(d)(i) A statement (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**

	Share capital	Retained earnings	Translation reserve	Attributable to shareholders of the Company	Non-controlling interests	Total equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>Group</b>						
At 1 April 2015	50,587	54,111	939	105,637	88	105,725
Total comprehensive loss for the period						
Loss for the period	-	(449)	-	(449)	(2)	(451)
Other comprehensive income (loss) for the period	-	-	392	392	(5)	387
Total	-	(449)	392	(57)	(7)	(64)
At 30 September 2015	50,587	53,662	1,331	105,580	81	105,661
At 1 April 2014	47,224	50,723	11	97,958	(62)	97,896
Total comprehensive income for the period						
Profit for the period	-	5,251	-	5,251	229	5,480
Other comprehensive (loss) income for the period	-	-	(15)	(15)	5	(10)
Total	-	5,251	(15)	5,236	234	5,470
Transactions with owners, recognised directly in equity						
Issuance of shares	3,363	-	-	3,363	-	3,363
Contribution from a non-controlling interest	-	-	-	-	20	20
Acquisition of a subsidiary	-	-	-	-	6,331	6,331
Dividend paid	-	(3,942)	-	(3,942)	-	(3,942)
Total	3,363	(3,942)	-	(579)	6,351	5,772
At 30 September 2014	50,587	52,032	(4)	102,615	6,523	109,138
<b>Company</b>						
At 1 April 2015	50,587	3,355	-	53,942	-	53,942
Profit for the period, representing total comprehensive income for the period	-	5	-	5	-	5
At 30 September 2015	50,587	3,360	-	53,947	-	53,947
At 1 April 2014	47,224	4,129	-	51,353	-	51,353
Profit for the period, representing total comprehensive income for the period	-	429	-	429	-	429
Transactions with owners, recognised directly in equity						
Issuance of shares	3,363	-	-	3,363	-	3,363
Dividend paid	-	(3,942)	-	(3,942)	-	(3,942)
Total	3,363	(3,942)	-	(579)	-	(579)
At 30 September 2014	50,587	616	-	51,203	-	51,203

**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**

Nil.

There were no outstanding convertibles which may be converted to shares. There were no treasury shares held.

**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**

The total number of issued shares excluding treasury shares

30/9/2015	31/3/2015
438,000,000	438,000,000

**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. There were no treasury shares during and as at the end of the current financial period reported on.

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

The figures have not been audited and/or reviewed by the 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**

The group has adopted the same accounting policies and methods of computation in the announcement for the current financial period as those applied in the Group's most recently audited financial statements for the year ended 31 March 2015 as well as all the applicable Singapore Financial Reporting Standards ("FRSs") which became effective for the financial year beginning on or after 1 April 2015.

**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 effect, of the change**

Please refer to section 4.



**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>Group</b>		<b>Group</b>	
	<b>2nd Qtr Ended</b>		<b>6 months Ended</b>	
	<b>30/09/2015</b>	<b>30/09/2014</b>	<b>30/09/2015</b>	<b>30/09/2014</b>
Net profit (loss) after tax attributable to shareholders of the Company (S\$'000)	44	2,540	(449)	5,251
Weighted average number of ordinary shares for calculation of ('000):				
- Basic earnings per share	438,000	435,607	438,000	435,607
- Diluted earnings per share	438,000	435,607	438,000	435,607
Earnings per share ("EPS") (cents/share)				
(a) Based on weighted average number of ordinary shares	0.01	0.58	(0.10)	1.21
(b) On a fully diluted basis	0.01	0.58	(0.10)	1.21

The Company has no dilutive equity instruments as at 30 September 2015.

**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>30/09/2015</b>	<b>31/3/2015</b>	<b>30/09/2015</b>	<b>31/3/2015</b>
Net asset value attributable to shareholders of the Company (S\$'000)	105,580	105,637	53,947	53,942
Number of ordinary shares ('000)	438,000	438,000	438,000	438,000
Net asset value per ordinary share (cents)	24.11	24.12	12.32	12.32

## 8. Review of the Group's performance

### Revenue

For the six months ended 30 September 2015 ("HY FY2016"), the Group's revenue was S\$54.5 million with a decrease of S\$1.0 million or 1.9% compared to S\$55.6 million for the corresponding period ended 30 September 2014 ("HY FY2015"). The decrease was mainly due to a decrease in ship chandling segment of S\$3.0 million, which was partially offset by an increase in the rigging and lifting segment of S\$2.0 million. The contribution from Rig Marine Holdings FZE and its subsidiaries ("Rigmarine") acquired in 2Q FY2015 was S\$8.2 million which was partially offset by a decrease in sales from Singapore operations as a result of project delays from the slowdown in oil and gas industry.

For the second quarter ended 30 September 2015 ("2Q FY2016"), the Group's revenue was S\$25.8 million, 13.3% lower than the S\$29.8 million in the second quarter ended 30 September 2014 ("2Q FY2015"). The decrease was mainly due to a decrease in ship chandling segment of S\$2.3 million and a decline in the rigging and lifting segment of S\$1.6 million due to project delays from the slowdown in oil and gas industry.

### Gross profit

Gross profit decreased by S\$3.4 million or 21.0% from S\$16.0 million in HY FY2015 to S\$12.6 million in HY FY2016. The corresponding gross profit margin decreased from 28.8% to 23.2%. For 2Q FY2016, the gross profit was S\$5.7 million, 33.2% lower than the S\$8.6 million achieved in 2Q FY2015. The corresponding gross profit margin decreased from 28.8% to 22.2%. The decrease was mainly due to an increase in sales of lower margin products which formed a higher proportion of the Group's revenue coupled with the decrease in sales from Singapore operations as a result of project delays from the slowdown in oil and gas industry.

### Other income

Other income decreased by S\$0.4 million in HY FY2016 compared to HY FY2015 mainly due to (i) turnaround of a foreign exchange gain of S\$0.2 million in HY FY2015 to a foreign exchange loss of S\$0.3 million in HY FY2016, and (ii) a decrease in gain on disposal of motor vehicles of S\$0.1 million.

### Distribution costs

Distribution costs increased by S\$0.5 million or 24.0% in HY FY2016 compared to HY FY2015 mainly contributed by expenses of S\$0.1 million from Rigmarine which was acquired in 2Q FY2015, an increase in freight outwards of S\$0.2 million with more overseas sales coupled with increase in other marketing costs of S\$0.1 million.

### Administrative expenses

Administrative expenses increased by S\$1.7 million or 25.2% in HY FY2016 compared to HY FY2015 mainly contributed by expenses of S\$1.5 million from Rigmarine which was acquired in 2Q FY2015 and donations of S\$0.5 million due to 40th anniversary celebrations (which were committed in FY2015). This was partially offset by lower travelling expenses of S\$0.1 million and lower entertainment expenses of S\$0.1 million.

### Other operating expenses

Other operating expenses increased by S\$0.5 million in HY FY2016 compared to HY FY2015. The increase was mainly due to: (i) unrealised exchange loss of S\$0.3 million mainly resulting from United States Dollar denominated inter-company loans and Euro denominated trade payables; and (ii) trade receivables written off of S\$0.2 million.

### Interest expense

Interest expense increased by S\$0.4 million or 38.1% in HY FY2016 compared to HY FY2015 mainly due to higher bank borrowings.

### Loss before income tax

As a result of the above reasons, loss before income tax was S\$0.4 million for HY FY2016.

## **Review of statement of financial position and cash flows**

### **Current Assets**

The current assets increased by S\$6.0 million from S\$191.3 million as at 31 March 2015 to S\$197.3 million as at 30 September 2015. The increase was mainly due to (i) higher cash and bank balances of S\$2.1 million, and (ii) an increase in other receivables and prepayments of S\$2.2 million mainly due to advance payments to suppliers, (iii) an increase in inventories of S\$4.7 million, which was partially offset by a decline in trade receivables of S\$3.1 million.

### **Non-Current Assets**

The non-current assets decreased by S\$1.6 million from S\$36.9 million as at 31 March 2015 to S\$35.3 million as at 30 September 2015. The decrease was mainly due to transfer of equipments to inventories of S\$2.3 million.

### **Current liabilities**

The current liabilities increased by S\$4.8 million from S\$91.3 million as at 31 March 2015 to S\$96.0 million as at 30 September 2015. The increase was mainly due to an increase in bank borrowings of S\$4.7 million from bank loans of S\$3.5 million and bank bill payables of S\$1.2 million.

### **Non-current liabilities**

Non-current liabilities decreased by S\$0.3 million from S\$31.3 million as at 31 March 2015 to S\$30.9 million as at 30 September 2015 mainly due to repayment of bank loans.

### **Capital, reserves and non-controlling interests**

The shareholder's equity did not vary significantly from 31 March 2015.

## **Cash Flows**

### **HY FY2016 ended 30 September 2015**

#### **Net cash used in operating activities**

In HY FY2016, we generated net cash of S\$3.2 million from operating activities before changes in working capital.

Our net working capital outflow amounted to S\$0.4 million. This was mainly due to: (i) an increase in other receivables and prepayments of S\$2.1 million due to advance payments to suppliers, and (ii) an increase in inventories of S\$1.9 million, which was partially offset by (i) a decrease in trade receivables of S\$3.1 million and (ii) an increase in bank bill payables of S\$1.2 million.

We paid income tax of S\$0.4 million and interest for bank bills of S\$0.4 million.

Overall our net cash from operating activities amounted to S\$2.7 million.

#### **Net cash used in investing activities**

Net cash used in investing activities amounted to S\$2.6 million in HY FY2016 mainly due to the purchase of plant and equipment.

#### **Net cash from financing activities**

Net cash generated from financing activities amounted to S\$2.0 million in HY FY2016. This was mainly due to an increase in bank borrowings of S\$9.9 million, which was partially offset by (i) the repayment of bank borrowings and related interest of S\$7.5 million; and (iii) the repayment of obligations under finance leases of S\$0.3 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. No forecast or prospect statement has been previously disclosed to shareholders.

**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 demand for Gaylin's products and services is generally driven by the level of activities in the exploration, development and production of oil and gas ("O&G") in the global offshore O&G industry.

The O&G industry continues to experience weakness in oil prices which has had a dampening effect on upstream activities across the globe. Despite this challenging business environment, the Group believes that the underlying fundamentals of the offshore O&G industry remains secure in the long term as demand for energy is perennial.

The Group remains committed to unlock optimal synergies and efficiencies while exercising prudence in managing costs.

**11. Dividend**

**11(a) Any dividend declared for the current financial period reported on?**

Nil

**11(b) Any dividend declared for the corresponding period of the immediately preceding financial year?**

No

**11(c) Date payable**

Not applicable

**11(d) Books closure date**

Not applicable

**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 Group does not have a general mandate from shareholders for IPTs pursuant to Rule 920 of the Listing Manual of the SGX-ST. During the financial year, there were the following IPTs:

Name of interested person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under Shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under Shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
United World Shipping Pte Ltd	S\$138,510	Nil

Save for the above, there were no other IPTs, as defined in Chapter 9 of the Listing Manual of the SGX-ST, entered into during the financial year ended 30 September 2015.

- 14 Please disclose the status on the use of proceeds raised from IPO and any offerings pursuant to Chapter 8 and whether the use of proceeds is in accordance with the stated use. Where the proceeds have been used for working capital purposes, a breakdown with specific details on how the proceeds have been applied must be disclosed.

In accordance with the "Use of Proceeds and Listing Expenses" section of our IPO prospectus dated 17 October 2012, the net proceeds ("Net Proceeds") have been utilised as follows:

<b>Use of Net Proceeds</b>	<b>Allocation of Net Proceeds</b>	<b>Net Proceeds utilised as at 30 September 2015</b>	<b>Balance of Net Proceeds as at 30 September 2015</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>
Expansion of our operations into Asian and/or other markets	20,000	18,947	1,053
Expansion of our operations into Malaysia	2,000	2,000	-
General working capital	21,042	21,042	-
	<u>43,042</u>	<u>41,989</u>	<u>1,053</u>

**Breakdown of general working capital**

	<b>S\$'000</b>
Inventories	7,778
Trade and other payables	11,497
Income tax	1,767
	<u>21,042</u>

**15. Negative confirmation pursuant to Rule 705(5).**

The Board of Directors of the Company hereby confirm, to the best of their knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the unaudited financial results for the 6 months ended 30 September 2015 to be false or misleading in any material aspect.

**ON BEHALF OF THE BOARD OF DIRECTORS**

**DESMOND TEO BEE CHIONG**  
Executive Director and Chief Executive Officer

**TEO BEE HOE**  
Executive Director

**BY ORDER OF THE BOARD**

**DESMOND TEO BEE CHIONG**  
Executive Director and Chief Executive Officer  
11 November 2015