



TELECHOICE INTERNATIONAL LIMITED
(REG. NO. 199802072R)

PART I - UNAUDITED RESULTS FOR THE 2ND QUARTER AND HALF YEAR ENDED 30 JUNE 2014

1(a)(i) INCOME STATEMENT FOR THE 2ND QUARTER AND HALF YEAR ENDED 30 JUNE 2014

In S\$'000	2Q2014	2Q2013	+/- %	1H2014	1H2013	+/- %
Revenue	129,181	138,273	-6.6%	253,835	255,086	-0.5%
Cost of sales	(119,297)	(127,905)	-6.7%	(234,313)	(235,533)	-0.5%
Gross profit	9,884	10,368	-4.7%	19,522	19,553	-0.2%
Gross Margin %	7.7%	7.5%	0.2 ppt	7.7%	7.7%	0 ppt
Other income (Note 1)	89	51	74.5%	372	210	77.1%
Selling and marketing expenses (Note 2)	(2,506)	(2,779)	-9.8%	(5,014)	(5,434)	-7.7%
Administrative expenses	(4,619)	(4,642)	-0.5%	(9,160)	(9,210)	-0.5%
Other expenses (Note 3)	(452)	(498)	-9.2%	(786)	(741)	6.1%
Net finance costs (Note 4)	(183)	(252)	-27.4%	(377)	(528)	-28.6%
Profit before income tax	2,213	2,248	-1.6%	4,557	3,850	18.4%
% of revenue	1.7%	1.6%	0.1 ppt	1.8%	1.5%	0.3 ppt
Income tax expense (Note 5)	(491)	(662)	-25.8%	(1,251)	(1,161)	7.8%
Profit for the period	1,722	1,586	8.6%	3,306	2,689	22.9%
Attributable to:						
Equity holders of the Company	1,786	1,703	4.9%	3,407	2,863	19.0%
% of revenue	1.4%	1.2%	0.2 ppt	1.3%	1.1%	0.2 ppt
Non-controlling interests	(64)	(117)	-45.3%	(101)	(174)	-42.0%
	1,722	1,586	8.6%	3,306	2,689	22.9%
No. of shares (in '000)	454,233	453,894		454,130	453,853	
Earnings per share (in cents)						
Basic	0.39	0.38		0.75	0.63	
Diluted	0.39	0.38		0.75	0.63	

STATEMENT OF COMPREHENSIVE INCOME FOR THE 2ND QUARTER AND HALF YEAR ENDED 30 JUNE 2014

In S\$'000	2Q2014	2Q2013	+/- %	1H2014	1H2013	+/- %
Profit for the period	1,722	1,586	8.6%	3,306	2,689	22.9%
<u>Items that may be reclassified subsequently to profit or loss:</u>						
Translation differences relating to financial statements of foreign subsidiaries	(434)	(367)	18.3%	179	(92)	nm
Foreign currency translation differences on disposal of foreign subsidiaries reclassified to profit or loss	-	-	-	-	(24)	nm
Exchange differences on monetary items forming part of net investment in a foreign operations	(355)	49	nm	(36)	169	nm
Total comprehensive income for the period	933	1,268	-26.4%	3,449	2,742	25.8%
Attributable to:						
Equity holders of the Company	993	1,377	-27.9%	3,572	2,916	22.5%
Non-controlling interests	(60)	(109)	-45.0%	(123)	(174)	-29.3%
Total comprehensive income for the period	933	1,268	-26.4%	3,449	2,742	25.8%

nm - not meaningful

1(a)(ii) PROFIT BEFORE TAXATION HAS BEEN ARRIVED AT AFTER CHARGING/(CREDITING):

In S\$'000	2Q2014	2Q2013	+/- %	1H2014	1H2013	+/- %
Staff costs (Note 6)	10,133	10,105	0.3%	20,003	20,349	(1.7%)
Directors' remuneration (Note 7)	118	98	20.4%	235	195	20.5%
Depreciation of property, plant and equipment (Note 8)	389	400	(2.8%)	752	806	(6.7%)
Amortisation of intangible assets (Note 9)	438	413	6.1%	853	781	9.2%
Provision/(Reversal) for bad debts (Note 10)	16	103	-84.5%	(12)	95	nm
Exchange loss (Note 11)	22	67	-67.2%	41	8	412.5%

nm - not meaningful

Notes:

- (1) Higher other income in 2Q2014 was due to payment from an insurance claim. Higher other income in 1H2014 was due to payouts under the Wage Credit Scheme and cash bonus received under the Productivity and Innovation Credit Scheme.
- (2) Lower selling and marketing expenses in 2Q2014 and 1H2014 were due to lower marketing vouchers purchased and lower payroll cost.
- (3) Lower other expenses in 2Q2014 were due to lower exchange losses. Higher other expenses in 1H2014 due to higher exchange losses and loss on disposal of property, plant and equipment.
- (4) Lower net finance costs in 2Q2014 and 1H2014 were mainly due to lower interest accretion from discounting long term dividend payable and higher interest income from bank deposits.
- (5) The effective tax rate in 2Q2014 and 1H2014 was lower with lower profit contribution from overseas entities that have higher statutory tax rates.
- (6) Lower staff costs in 1H2014 were mainly attributable to lower headcount with the completion of Engineering projects in Indonesia.
- (7) Higher directors' remuneration was approved by shareholders at the Company's Annual General Meeting held on 28 April 2014 (of which 15% of such remuneration have been paid in the form of restricted share awards that were granted pursuant to the TeleChoice restricted share plan).
- (8) Lower depreciation in 2Q2014 and 1H2014 was due to certain assets being fully depreciated.
- (9) Higher amortisation in 2Q2014 and 1H2014 was mainly due to the eplanet ecommerce portal.
- (10) Provision for bad debts in 2Q2014 was attributed to ICT customers whilst reversal of bad debts in 1H2014 was mainly attributed to a PCS customer. The provision for bad debts in 2Q2013 and 1H2013 was mainly attributed to a PCS customer.
- (11) Exchange losses in 2Q2014 and 1H2014 arose mainly from USD payables and cash balances. Exchange losses in 2Q2013 and 1H2013 arose mainly from intercompany loans denominated in SGD provided to subsidiaries in Malaysia mitigated by exchange gains from USD cash balances.

1(b)(i) STATEMENT OF FINANCIAL POSITION AS AT

In S\$'000	Group		Company	
	30/06/2014	31/12/2013	30/06/2014	31/12/2013
Non-current assets (Note 1)				
Subsidiaries	-	-	36,570	36,516
Jointly-controlled entity	-	-	-	-
Property, plant and equipment	3,301	2,437	969	161
Intangible assets	14,847	15,586	214	276
Deferred tax assets	1,016	968	36	36
Other receivables	1,364	807	-	-
	20,528	19,798	37,789	36,989
Current assets (Note 2)				
Inventories	37,940	16,927	28,315	6,504
Work-in-progress	23,026	22,220	-	-
Trade and other receivables	64,521	63,400	29,883	28,451
Cash and cash equivalents	35,166	48,906	17,965	24,303
	160,653	151,453	76,163	59,258
Total assets	181,181	171,251	113,952	96,247
Equity				
Share capital	21,987	21,893	21,987	21,893
Other reserves	9,006	8,928	13,318	13,404
Accumulated profits	34,775	38,638	10,822	16,548
Equity attributable to equity holders of the Company	65,768	69,459	46,127	51,845
Non-controlling interests	132	255	-	-
Total equity	65,900	69,714	46,127	51,845
Non-current liabilities (Note 3)				
Deferred tax liabilities	439	540	-	-
Loans and borrowings	10,000	10,000	10,000	10,000
Other payables	150	150	-	-
	10,589	10,690	10,000	10,000
Current liabilities (Note 4)				
Trade and other payables	87,019	74,489	57,498	34,260
Excess of progress billings over work-in-progress	298	828	-	-
Provision for warranties	215	203	25	25
Current tax payable	1,432	721	278	117
Loans and borrowings	10,324	9,860	-	-
Deferred revenue	5,404	4,746	24	-
	104,692	90,847	57,825	34,402
Total liabilities	115,281	101,537	67,825	44,402
Total equity and liabilities	181,181	171,251	113,952	96,247

Notes:

- Group non-current assets was higher by \$0.7M due to additional capital expenditure incurred on office relocation, higher deferred tax assets and other receivables offset by depreciation of property, plant and equipment, and amortisation of intangible assets.
- Group current assets was higher by \$9.2M due to higher inventories purchased for sales in 3Q2014. There were also higher work-in-progress, and trade and other receivables. Cash balances were however lower.



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- (3) Group non-current liabilities was lower by \$0.1M due to lower deferred tax liabilities.
- (4) Group current liabilities was higher by \$13.8M due to higher trade payables as a result of higher inventories purchased at quarter end, higher bank borrowings and higher deferred revenue.

1(b)(ii) GROUP BORROWING

In S\$'000	As at 30/06/2014	As at 31/12/2013
Amount repayable in one year or less		
Bank loan – unsecured	10,324	9,860
Amount repayable after one year		
Bank loan - unsecured	10,000	10,000
Total	<u>20,324</u>	<u>19,860</u>

Details of any collateral

Nil

1(c) CONSOLIDATED CASH FLOW STATEMENT FOR THE 2ND QUARTER AND HALF YEAR ENDED 30 JUNE 2014

In S\$'000	2Q2014	2Q2013	1H2014	1H2013
Operating Activities				
Profit before income tax	2,213	2,248	4,557	3,850
Adjustments for:				
Amortisation of intangible assets	438	413	853	781
Depreciation of property, plant and equipment	389	400	752	806
Finance costs	252	266	501	546
Finance income	(69)	(14)	(124)	(18)
Losses/(Gains) on disposal of property, plant and equipment and intangible assets	21	2	35	(1)
Gains on disposal of subsidiaries	-	-	(11)	(24)
Provision for warranties	6	37	10	70
Share-based payments expenses	79	29	134	83
Cash from operating profit before working capital changes	3,329	3,381	6,707	6,093
Changes in working capital	(466)	12,515	(9,112)	(1,050)
Cash generated from operations	2,863	15,896	(2,405)	5,043
Income tax paid	(632)	(652)	(683)	(781)
Net cash inflow/(outflow) from operating activities	2,231	15,244	(3,088)	4,262
Investing Activities				
Dividend paid to selling shareholders of a subsidiary	-	-	(1,438)	(1,438)
Disposal of subsidiary, net of cash disposed of	-	-	(13)	-
Purchase of intangible assets	(97)	(76)	(191)	(146)
Purchase of property, plant and equipment	(1,461)	(148)	(1,693)	(378)
Proceeds from disposal of property, plant and equipment	6	2	9	9
Interest received	69	14	124	18
Bank deposit pledged	-	(22)	-	(22)
Net cash outflow from investing activities	(1,483)	(230)	(3,202)	(1,957)
Financing Activities				
Acquisition of non-controlling interests	-	(2,233)	-	(2,233)
Balances with related corporations (non-trade)	(497)	(392)	(125)	72
Dividend paid	(7,270)	(7,264)	(7,270)	(7,264)
Interest paid	(167)	(171)	(331)	(352)
Proceeds from issue of shares under Pre-IPO Share Option Scheme	26	44	77	44
Purchase of treasury shares	(204)	(265)	(204)	(265)
Proceeds from bank loans	2,310	7,518	3,383	14,341
Repayment of short term bank loans	(319)	(6,418)	(2,919)	(13,153)
Net cash outflow from financing activities	(6,121)	(9,181)	(7,389)	(8,810)
Net (decrease)/increase in cash and cash equivalents	(5,373)	5,833	(13,679)	(6,505)
Cash and cash equivalents at beginning of period	40,631	39,276	48,906	51,572
Effect of exchange rate changes on balances held in foreign currency	(92)	(125)	(61)	(83)
Cash and cash equivalents at end of period	35,166	44,984	35,166	44,984



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Cash flows from operating activities

Lower net cash inflow in 2Q2014 and net cash outflow in 1H2014 were mainly due to negative change in working capital from higher inventories and receivables, offset by higher payables.

Cash flows from investing activities

Higher net cash outflow in 2Q2014 and 1H2014 were due to additional capital expenditure incurred for the office relocation in Singapore in 2Q2014 partially offset by the higher interest income received from bank deposits.

Cash flow from financing activities

Higher net cash outflow in 2Q2013 and 1H2013 was due to buyback of shares from the minority shareholders of S&I mitigated by higher net bank borrowings.



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1(d)(i) STATEMENT OF CHANGES IN EQUITY FOR THE 2ND QUARTER AND HALF YEAR ENDED 30 JUNE 2014

In S\$'000	Share capital	Accumulated profits	Other reserves	Total attributable to equity holders of the Company	Non controlling interests	Total equity
GROUP						
At 1 April 2013	21,840	37,418	12,481	71,739	257	71,996
Total comprehensive income for the period	-	1,703	(326)	1,377	(109)	1,268
Issue of 212,500 ordinary shares at exercise price of \$0.2079 per share under share option scheme	44	-	-	44	-	44
Share options exercised	9	-	(9)	-	-	-
Purchase of treasury shares	-	-	(265)	(265)	-	(265)
Share-based payments expenses	-	-	29	29	-	29
FY2012 final dividend of 1.6 cents per share (one-tier tax exempt)	-	(7,264)	-	(7,264)	-	(7,264)
At 30 June 2013	21,893	31,857	11,910	65,660	148	65,808
At 1 April 2014	21,955	40,259	9,930	72,144	192	72,336
Total comprehensive income for the period	-	1,786	(793)	993	(60)	933
Issue of 125,000 ordinary shares at exercise price of \$0.2079 per share under share option scheme	26	-	-	26	-	26
Share options exercised	6	-	(6)	-	-	-
Purchase of treasury shares	-	-	(204)	(204)	-	(204)
Share-based payments expenses	-	-	79	79	-	79
FY2013 final dividend of 1.6 cents per share (one-tier tax exempt)	-	(7,270)	-	(7,270)	-	(7,270)
At 30 June 2014	21,987	34,775	9,006	65,768	132	65,900
At 1 January 2013	21,840	37,516	12,048	71,404	1,297	72,701
Total comprehensive income for the period	-	2,863	53	2,916	(174)	2,742
Issue of 212,500 ordinary shares at exercise price of \$0.2079 per share under share option scheme	44	-	-	44	-	44
Share options exercised	9	-	(9)	-	-	-
Purchase of treasury shares	-	-	(265)	(265)	-	(265)
Share-based payments expenses	-	-	83	83	-	83
FY2012 final dividend of 1.6 cents per share (one-tier tax exempt)	-	(7,264)	-	(7,264)	-	(7,264)
Acquisition of non-controlling interests without a change in control	-	(1,258)	-	(1,258)	(975)	(2,233)
At 30 June 2013	21,893	31,857	11,910	65,660	148	65,808
At 1 January 2014	21,893	38,638	8,928	69,459	255	69,714
Total comprehensive income for the period	-	3,407	165	3,572	(123)	3,449
Issue of 368,000 ordinary shares at exercise price of \$0.2079 per share under share option scheme	77	-	-	77	-	77
Share options exercised	17	-	(17)	-	-	-
Purchase of treasury shares	-	-	(204)	(204)	-	(204)
Share-based payments expenses	-	-	134	134	-	134
FY2013 final dividend of 1.6 cents per share (one-tier tax exempt)	-	(7,270)	-	(7,270)	-	(7,270)
At 30 June 2014	21,987	34,775	9,006	65,768	132	65,900



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In S\$'000	Share capital	Accumulated profits	Other reserves	Total equity
<u>COMPANY</u>				
At 1 April 2013	21,840	19,826	13,566	55,232
Total comprehensive income for the period	-	844	-	844
Issue of 212,500 ordinary shares at exercise price of \$0.2079 per share under share option scheme	44	-	-	44
Share options exercised	9	-	(9)	-
Purchase of treasury shares	-	-	(265)	(265)
Share-based payments to employees of Company's subsidiaries	-	-	(23)	(23)
Share-based payments expenses	-	-	52	52
FY2012 final dividend of 1.6 cents per share (one-tier tax exempt)	-	(7,264)	-	(7,264)
At 30 June 2013	21,893	13,406	13,321	48,620
At 1 April 2014	21,955	17,250	13,448	52,653
Total comprehensive income for the period	-	842	-	842
Issue of 125,000 ordinary shares at exercise price of \$0.2079 per share under share option scheme	26	-	-	26
Share options exercised	6	-	(6)	-
Purchase of treasury shares	-	-	(204)	(204)
Share-based payments to employees of Company's subsidiaries	-	-	39	39
Share-based payments expenses	-	-	41	41
FY2013 final dividend of 1.6 cents per share (one-tier tax exempt)	-	(7,270)	-	(7,270)
At 30 June 2014	21,987	10,822	13,318	46,127
At 1 January 2013	21,840	19,453	13,512	54,805
Total comprehensive income for the period	-	1,217	-	1,217
Issue of 212,500 ordinary shares at exercise price of \$0.2079 per share under share option scheme	44	-	-	44
Share options exercised	9	-	(9)	-
Purchase of treasury shares	-	-	(265)	(265)
Share-based payments to employees of Company's subsidiaries	-	-	-	-
Share-based payments expenses	-	-	83	83
FY2012 final dividend of 1.6 cents per share (one-tier tax exempt)	-	(7,264)	-	(7,264)
At 30 June 2013	21,893	13,406	13,321	48,620
At 1 January 2014	21,893	16,548	13,404	51,845
Total comprehensive income for the period	-	1,544	-	1,544
Issue of 368,000 ordinary shares at exercise price of \$0.2079 per share under share option scheme	77	-	-	77
Share options exercised	17	-	(17)	-
Purchase of treasury shares	-	-	(204)	(204)
Share-based payments to employees of Company's subsidiaries	-	-	53	53
Share-based payments expenses	-	-	82	82
FY2013 final dividend of 1.6 cents per share (one-tier tax exempt)	-	(7,270)	-	(7,270)
At 30 June 2014	21,987	10,822	13,318	46,127



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1(d)(ii) CHANGES IN COMPANY'S SHARE CAPITAL

A) Share Capital

As at 30 June 2014, the share capital of the Company amounted to \$21.987 million comprising 453,571,461 issued ordinary shares excluding treasury shares. (30 June 2013: 453,993,461 ordinary shares excluding treasury shares; 31 December 2013: 453,933,461 ordinary shares excluding treasury shares).

During the second quarter ended 30 June 2014, the Company issued 125,000 ordinary shares pursuant to share options exercised under the Pre-IPO Share Option Scheme at the exercise price of \$0.2079 per share.

B) Employee Share Options

The TeleChoice Pre-IPO Share Option Scheme had expired on 6 May 2014. As at 30 June 2014, there were no unexercised options (30 June 2013: 580,500).

C) Restricted Share Plan ("RSP") and Performance Share Plan ("PSP")

As at 30 June 2014, the number of outstanding shares granted under the Company's RSP and PSP were 5,654,197 (30 June 2013: 3,774,837) and 2,230,690 (30 June 2013: 1,900,000) respectively.

D) Treasury Shares

During the second quarter ended 30 June 2014, a total of 790,000 ordinary shares were repurchased from the market at a total consideration of \$203,687.

As at 30 June 2014, there were 851,039 (30 June 2013: 61,039) treasury shares representing approximately 0.19% of the total issued share capital of the Company.

2. AUDIT

The results have not been audited nor reviewed by auditor.

3. AUDITORS' REPORT

Not applicable.

4. ACCOUNTING POLICIES

The Group has applied the same accounting policies and method of computation in the preparation of the current period financial statements compared to those used in the annual report for the financial year ended 31 December 2013.

In the current financial year, the Group and the Company have adopted all the new and revised Financial Reporting Standards (FRSs) and Interpretations of FRSs (INT FRSs) that are relevant to its operations and effective for annual periods beginning on 1 January 2014. The adoption of these new/revised FRSs and INT FRSs does not result in substantial changes to the Group's and the Company's accounting policies and had no material effect on the amounts reported for the current or prior periods.

5. CHANGES IN ACCOUNTING POLICIES

Not applicable.



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6. EARNINGS PER ORDINARY SHARE (EPS)

Group	2Q2014	2Q2013	1H2014	1H2013	FY2013
Basic	0.39	0.38	0.75	0.63	2.13
Diluted	0.39	0.38	0.75	0.63	2.13

7. NET ASSET VALUE

	GROUP		COMPANY	
	30/06/2014	31/12/2013	30/06/2014	31/12/2013
Net assets value per ordinary share based on issued share capital at the end of the financial period/year (in cents):	14.50	15.30	10.17	11.42

8. REVIEW OF GROUP PERFORMANCE

A) Revenue

S\$M	2Q2014	2Q2013	Growth		1H2014	1H2013	Growth	
			\$	%			\$	%
Personal Communications Solutions Services ("PCS")	97.5	98.1	(0.6)	(1%)	193.0	181.3	11.7	6%
Info-Comm Technology Services ("ICT")	20.3	25.0	(4.7)	(19%)	38.8	45.6	(6.8)	(15%)
Network Engineering Services ("Engineering")	11.4	15.2	(3.8)	(25%)	22.0	28.2	(6.2)	(22%)
Total	129.2	138.3	(9.1)	(7%)	253.8	255.1	(1.3)	(1%)

- **PCS** – Revenue decreased by \$0.6M in 2Q2014 from lower prepaid card sales and sales to a major Singapore customer. The increase by \$11.7M in 1H2014 were from higher channel and regional sales offset by lower sales to a major Singapore customer as well as lower prepaid cards sales.
- **ICT** – Revenue decreased by \$4.7M and \$6.8M in 2Q2014 and 1H2014 respectively mainly due to lower sales by S & I Systems Pte Ltd and NxGen Communications Pte Ltd mitigated by higher wholesale revenue.
- **Engineering** – Revenue decreased by \$3.8M and \$6.2M in 2Q2014 and 1H2014 respectively were due to lower transmission equipment sales in Singapore and lower revenue recognition from Radio Network Planning projects in Indonesia.



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B) PBT

S\$M	2Q2014	2Q2013	Growth		1H2014	1H2013	Growth	
			\$	%			\$	%
PCS	1.5	1.7	(0.2)	(12%)	3.6	3.0	0.6	20%
ICT	-	(0.2)	0.2	100%	(0.5)	(0.4)	(0.1)	(25%)
Engineering	0.7	0.7	-	-	1.5	1.3	0.2	15%
Group PBT	2.2	2.2	-	0%	4.6	3.9	0.7	18%

- **PCS** – PBT decreased by \$0.2M in 2Q2014 due to lower rebates received in 2Q2014. Higher PBT in 1H2014 by \$0.6M mainly from higher retail commission income from both Singapore and Malaysia operations.
- **ICT** – Lower losses by \$0.2M in 2Q2014 was mainly due to lower operating expenses. Losses increased by \$0.1M in 1H2014 mainly due to lower revenue and gross profits.
- **Engineering** – PBT was maintained at \$0.7M in 2Q2014 and higher in 1H2014 by \$0.2M with improvements in Singapore and Malaysia partially offset by lower profits contribution from Indonesia.

9. VARIANCE FROM PROSPECT STATEMENT

There are no material variances between the prospect statement set out in the 1Q2014 announcement dated 14 May 2014 and the actual results for 2Q2014.

10. PROSPECTS

Based on the current outlook and barring any unforeseen circumstances, the Group expects 2H2014 operating performance to be better than 1H2014 with 2014 full year's operating performance to be maintained at last year's level.

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 risks, uncertainties and assumptions. Representative examples of these factors include (without limitation) general industry and economic conditions, interest rate trends, cost of capital and capital availability, competition from other companies and venues for the sale/distribution of goods and services, shifts 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. DIVIDEND

(a) Any dividend declared 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.



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12. **If no dividend has been declared/recommended, a statement to that effect.**
Not applicable.

13. **Interested Person Transactions - DISCLOSURE PURSUANT TO RULE 920(1)(a)(ii)**

In S\$M	Aggregate value of all interested person transactions conducted under a shareholders' mandate pursuant to Rule 920 of the SGX Listing Manual			
	2Q2014	2Q2013	1H2014	1H2013
<u>Transactions for the sales of goods and services</u>				
Temasek Holdings (Private) Limited and its Associates	60.1	63.5	108.3	125.2
<u>Transactions for the purchases of goods and services</u>				
Temasek Holdings (Private) Limited and its Associates	17.0	21.2	34.2	37.3
Total Interested Person Transactions	77.1	84.7	142.5	162.5

There were no interested person transactions during the period under review (excluding transactions less than \$100,000 and transactions conducted under a shareholders' mandate pursuant to Rule 920 of the SGX-ST Listing Manual).

14. **Statement pursuant to Rule 705(5) of the SGX 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 above unaudited financial statements for the second quarter and half year ended 30 June 2014 to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

Vincent Lim Shuh Moh
President

Date: 14 August 2014