BENG KUANG MARINE LIMITED

Registration No. 199400196M

Unaudited Financial Statement For The Year Ended 31 December 2014

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.

	GROUP			GROUP		
	4th Qtr of 2014	4th Qtr of 2013	Increase / (Decrease)	FY 2014	FY 2013	Increase / (Decrease)
	S$'000	S$'000		S$'000	S$'000	
Revenue	20,168	20,317	(1%)	75,631	83,831	(10%)
Cost of sales	(15,655)	(15,298)	2%	(61,511)	(63,689)	(3%)
Gross profit	4,513	5,019	(10%)	14,120	20,142	(30%)
Other (loss) / gains , net	(717)	796	NM	625	6,771	(91%)
Expenses						
- Selling and distribution	(450)	(387)	16%	(1,997)	(1,980)	1%
- Administrative	(3,630)	(4,410)	(18%)	(15,328)	(15,975)	(4%)
- Finance	(611)	(508)	20%	(2,366)	(2,113)	12%
(Loss) / profit before income tax	(895)	510	NM	(4,946)	6,845	NM
Income tax expense	(182)	(128)	42%	(339)	(821)	(59%)
Net (loss) / profit	(1,077)	382	NM	(5,285)	6,024	NM
(Loss) / profit attributable to:						
Equity holders of the Company	(855)	281	NM	(5,020)	5,582	NM
Non-controlling interests	(222)	101	NM	(265)	442	NM
	(1,077)	382	NM	(5,285)	6,024	NM

NM - Not meaningful

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. (Cont'd)**

	GROUP			GROUP		
	4th Qtr of 2014 S$'000	4th Qtr of 2013 S$'000	Increase / (Decrease)	FY 2014 S$'000	FY 2013 S$'000	Increase / (Decrease)
Net (loss) / profit after tax	(1,077)	382	NM	(5,285)	6,024	NM
Currency translation differences arising from consolidation	13	(60)	NM	20	(318)	NM
Other comprehensive income / (loss), net of tax	13	(60)	NM	20	(318)	NM
Total comprehensive (loss) / income	(1,064)	322	NM	(5,265)	5,706	NM
Total comprehensive (loss) / income attributable to:						
Equity holders of the Company	(851)	233	NM	(5,009)	5,330	NM
Non-controlling interests	(213)	89	NM	(256)	376	NM
	(1,064)	322	NM	(5,265)	5,706	NM

	GROUP		GROUP	
	4th Qtr of 2014 S$'000	4th Qtr of 2013 S$'000	FY 2014 S$'000	FY 2013 S$'000
Notes				
The Group's profit from				
Interest Income	2	3	11	12
Interest expense on borrowings	(655)	(508)	(2,366)	(2,113)
Foreign exchange loss	(1,005)	(157)	(966)	(233)
Gain on disposal of property, plant and equipment	174	368	859	332
Gain on disposal of assets held-for-sale	-	164	-	5,796
Property, plant and equipment written off	-	(13)	(2)	(33)
Depreciation of property, plant and equipment	(2,288)	(2,168)	(8,956)	(8,854)
Write-back of allowance for impairment of trade receivables	21	3	85	252
Allowance for impairment of trade receivables	(176)	74	(221)	(115)
Write down of inventories	(103)	(51)	(103)	(51)
Inventories written off	(1)	(20)	(1)	(20)

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	
	31-Dec-14	31-Dec-13	31-Dec-14	31-Dec-13
	S$'000	S$'000	S$'000	S$'000
ASSETS				
Current assets				
Cash and bank balances	6,495	8,403	175	226
Trade and other receivables	47,320	49,345	68,087	70,654
Inventories	12,750	14,581	-	-
	66,565	72,329	68,262	70,880
Non-current assets				
Investment in subsidiaries	-	-	10,827	4,257
Deferred income tax assets	341	191	8	-
Intangible assets	64	64	-	-
Property, plant and equipment	106,902	109,802	772	959
	107,307	110,057	11,607	5,216
Total assets	173,872	182,386	79,869	76,096
LIABILITIES				
Current liabilities				
Trade and other payables	28,756	30,697	10,501	6,114
Current income tax liabilities	733	976	-	-
Borrowings and overdrafts	45,960	47,791	17,297	17,552
	75,449	79,464	27,798	23,666
Non-current liabilities				
Other payables	934	1,148	-	-
Borrowings	18,114	17,385	16	49
Deferred tax liabilities	762	609	-	6
	19,810	19,142	16	55
Total Liabilities	95,259	98,606	27,814	23,721
NET ASSETS	78,613	83,780	52,055	52,375
EQUITY				
Capital and reserves attributable to equity holders of the				
Share capital	49,651	49,651	49,651	49,651
Currency translation reserve	(396)	(407)	-	-
Retained profits	26,916	31,936	2,404	2,724
	76,171	81,180	52,055	52,375
Non-controlling interests	2,442	2,600	-	-
Total equity	78,613	83,780	52,055	52,375

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

Amount repayable in one year or less, or on demand

	As at 31-Dec-14		As at 31-Dec-13	
	S$'000		S$'000	
	Secured	Unsecured	Secured	Unsecured
Bank borrowings and overdrafts	3,422	34,634	4,633	36,515
Term loans	5,638	903	4,210	556
Finance lease liabilities	1,363	-	1,877	-

Amount repayable after one year

	As at 31-Dec-14		As at 31-Dec-13	
	S$'000		S$'000	
	Secured	Unsecured	Secured	Unsecured
Term loans	16,100	1,000	15,460	347
Finance lease liabilities	1,014	-	1,578	-

Details of any collateral

Included in the Group's secured borrowings are:-
(a) S$20,240,000 as at 31 December 2014 (31 December 2013: S$24,303,000) in respect of loans are secured by vessels, tugs and barges.
(b) S$4,920,000 as at 31 December 2014 (31 December 2013: S$Nil) in respect of loans are secured by property
(c) Finance lease obligations are secured by the underlying equipment.

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.

	GROUP	
	FY 2014	FY 2013
	S$'000	S$'000
Cash flows from operating activities		
Net (loss) / profit	(5,285)	6,024
Adjustments for:		
Income tax expense	339	821
Allowance for impairment for trade receivables	221	115
Write down of inventories	103	51
Inventories written off	1	21
Write-back of allowance for impairment of trade receivables	(85)	(252)
Gain on disposal of property, plant and equipment	(859)	(333)
Gain on disposal of asset held-for-sale	-	(5,796)
Property, plant and equipment written off	2	33
Depreciation of property, plant and equipment	8,956	8,854
Interest income	(11)	(12)
Finance expense	2,366	2,113
Unrealised currency translation losses	1,011	264
	6,759	11,903
Changes in working capital		
Inventories and construction work-in-progress	1,685	7,469
Trade and other receivables	6,441	(6,341)
Trade and other payables	(6,668)	(3,830)
Bills payable	(391)	(900)
Cash flows generated from operations	7,826	8,301
Interest received	11	12
Interest paid	(2,160)	(1,528)
Income taxes paid	(579)	(938)
Net cash flows generated from operating activities	5,098	5,847
Cash flows from investing activities		
Addition to property, plant and equipment	(6,557)	(19,619)
Proceeds from disposal of property, plant and equipment	2,168	2,004
Proceeds from disposal of assets held for sale	-	15,150
Interest paid	(91)	(394)
Net cash flows used in investing activities	(4,480)	(2,859)
Cash flows from financing activities		
Repayment of borrowings, net	(1,113)	(9,794)
Repayment of finance lease liabilities	(1,919)	(2,319)
Interest paid	(207)	(278)
Proceeds from share issue to non-controlling interest	98	-
Net cash flows used in financing activities	(3,141)	(12,391)
Net decrease in cash and cash equivalents	(2,523)	(9,403)
Cash and cash equivalents		
Beginning of the year	5,582	15,077
Effects of currency translation on cash and cash equivalents	61	(92)
End of financial year	3,120	5,582

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.

	Attributable to equity holders of the Company					
	Share capital	Retained profits	Translation reserves	Total	Non-controlling interests	Total equity
	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000
GROUP						
Balance as at 1 January 2013	49,651	26,354	(155)	75,850	2,224	78,074
Total comprehensive profit / (loss) for the year	-	5,582	(252)	5,330	376	5,706
Balance as at 31 December 2013	**49,651**	**31,936**	**(407)**	**81,180**	**2,600**	**83,780**
Balance as at 1 January 2014	49,651	31,936	(407)	81,180	2,600	83,780
Acquisition of subsidiary by non-controlling interest	-	-	-	-	98	98
Total comprehensive (loss) / profit for the year	-	(5,020)	11	(5,009)	(256)	(5,265)
Balance as at 31 December 2014	**49,651**	**26,916**	**(396)**	**76,171**	**2,442**	**78,613**

	Share capital	Retained profits	Translation reserves	Total	Non-controlling interests	Total equity
	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000
COMPANY						
Balance as at 1 January 2013	49,651	3,475	-	53,126	-	53,126
Total comprehensive loss for the year	-	(751)	-	(751)	-	(751)
Balance as at 31 December 2013	**49,651**	**2,724**	**-**	**52,375**	**-**	**52,375**
Balance as at 1 January 2014	49,651	2,724	-	52,375	-	52,375
Total comprehensive loss for the year	-	(320)	-	(320)	-	(320)
Balance as at 31 December 2014	**49,651**	**2,404**	**-**	**52,055**	**-**	**52,055**

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, 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.

Ordinary shares

	No.of ordinary shares	S$'000
Balance as at 30 September 2014 and 31 December 2014	540,041,625	49,651

Convertibles

	As at 31-Dec-14	As at 30-Dec-13
	No. of shares	No. of shares
Outstanding option to subscribe new shares	Nil	Nil

Treasury Shares

The Company did not have any treasury shares as at 31 December 2014 and 31 December 2013.

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 immediate preceding year.

	As at 31-Dec-14	As at 31-Dec-13
	No. of shares	No. of shares
Issued and fully paid	540,041,625	540,041,625

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

None.

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 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 applied consistent accounting policies and methods of computation in the financial statements for the current reporting period compared with those of the audited financial statements for the financial year ended 31 December 2013.

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.

In current financial year, the Group adopted the new / revised Financial Reporting Standards ("FRS") and interpretations of FRS ("INT FRS") that are effective for annual periods beginning on or after 1 January 2014:

(i) FRS 27 (revised 2011) Separate Financial Statements
(ii) FRS 110 Consolidated Financial Statements
(iii) FRS 111 Joint Arrangements
(iv) FRS 112 Disclosures of Interest in Other Entities
(v) Amendments to FRS 36 Recoverable Amount Disclosures for Non-Financial Assets
(vi) Amendments to FRS 110, FRS 111, FRS 112 and FRS 27(2011) and FRS 28(2011): Mandatory Effective Date
(vii) Amendments to FRS 110, FRS 111, and FRS 112: Transition Guidance
(viii) Amendments to FRS 110, FRS 112 and FRS 27: Investment Entities

The adoption of the above FRSs did not result in any substantial change to the Group's accounting policy nor any material impact on the financial statements of the Group.

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

Earnings per ordinary share for the period base on net profit attributable to shareholders (in cents):

	Group	
	FY 2014	FY 2013
a) Based on weighted average number of ordinary shares on issue; and	-0.93	1.03
Weighted no.of shares in issue	540,041,625	540,041,625
b) On a fully diluted basis	-0.93	1.03

7 Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the (a) current financial period reported on; and (b) immediately preceding financial year.

	GROUP		COMPANY	
	31-Dec-14	31-Dec-13	31-Dec-14	31-Dec-13
Net asset value per ordinary share based on issued share capital at end of the period / year (in cents)	14.10	15.03	9.64	9.70

31-Dec-14

The net asset value per ordinary share is calculated using the Group's net asset value as at the end of the period of S$76.17 million and the Company's net asset value as at the end of the period of S$52.06 million divided by the share capital of 540,041,625 ordinary shares.

31-Dec-13

The net asset value per ordinary share is calculated using the Group's net asset value as at the end of the year of S$81.18 million and the Company's net asset value as at the end of the year of S$52.37 million divided by the share capital of 540,041,625 ordinary shares.

8 A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:

(a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and

(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on

Income statement review

	4th Quarter results			
Group Turnover	**FY 2014**	**FY 2013**	**+ / (-)**	**+ / (-)**
	S$'million	S$'million	S$'million	%
Infrastructure & Engineering ("IE")	4.87	4.53	0.34	7.5
Corrosion Prevention ("CP")	9.59	10.22	(0.63)	(6.2)
Supply & Distribution ("SD")	3.13	3.62	(0.49)	(13.5)
Shipping & Others ("SH")	2.57	1.95	0.62	31.8
	20.16	**20.32**	**(0.16)**	**(0.8)**

The Group's revenue decreased by 0.8% or S$0.16 million from S$20.32 million in 4Q2013 to S$20.16 million in 4Q2014.

Revenue for our IE division improved by 7.5% or S$0.34 million in 4Q2013 from S$4.53 million to S$4.87 million. The improvement was generated from securing more regular fabrication orders.

Revenue for our CP division decreased by 6.2% or S$0.63 million from S$10.22 million in 4Q2013 to S$9.59 million in 4Q2014. Demand for our corrosion prevention services remained stable in 4Q2014.

Our SD division registered a decline in revenue of 13.5% or S$0.49 million from S$3.62 million in 4Q2013 to S$3.13 million in 4Q2014. Weaker market conditions in Batam caused the reduction of sales.

Our SH division reported an increase in revenue of 31.8% or S$0.62 million for 4Q2014 from S$1.95 million in 4Q2013 to S$2.57 million in 4Q2014 because of the revenue contribution from the second livestock carrier which commenced charter in April 2014.

Our gross profit margin deteriorated from 24.7% in 4Q2013 to 22.4% in 4Q2014 as the Batam yard continues to operate below optimal capacity and revenue from existing contracts was not able to cover fixed costs. In addition, revenue suffered due to ship downtime and increased costs due to unforeseen ship repairs in the SH division. Hence, the gross profit declined by S$0.51 million from $5.02 million in 4Q2013 to S$4.51 million in 4Q2014.

The Group's profit / (loss) attributable to shareholders fell to a loss of $0.86 million for 4Q2014 from profit of S$0.28 million for 4Q2013. The loss in 4Q2014 was mainly attributable to net unrealised foreign exchange losses of S$1.0 million as a result of the strengthening of the US Dollar.

	Full Year results			
Group Turnover	**FY 2014**	**FY 2013**	**+ / (-)**	**+ / (-)**
	S$'million	S$'million	S$'million	%
Infrastructure & Engineering ("IE")	15.67	25.40	(9.73)	(38.3)
Corrosion Prevention ("CP")	36.11	35.13	0.98	2.8
Supply & Distribution ("SD")	14.53	15.48	(0.95)	(6.1)
Shipping & Others ("SH")	9.31	7.82	1.49	19.1
	75.62	**83.83**	**(8.21)**	**(9.8)**

The Group's revenue decreased by 9.8% or S$8.21 million from S$83.83 million in FY2013 to S$75.62 million in FY2014.

Revenue for our IE division decreased by 38.3% or S$9.73 million from S$25.40 million to S$15.67 million as no sizeable shipbuilding or fabrication contract was secured.

Revenue for our CP division increased by S$0.98 million from S$35.13 million in FY2013 to S$36.11 million in FY2014. The increase in revenue was mainly due to increase in the demand for our corrosion prevention services in Batam during FY2014.

Our SD division registered a decline in revenue of S$0.95 million from S$15.48 million in FY2013 to S$14.53 million in FY2014. The demand for hardware remained relatively stable in Singapore.

Our SH division reported increase in revenue of S$1.49 million for FY2014 from S$7.82 million in FY2013 to S$9.31 million in FY2014. This was attributed to the commencement of operations of our second livestock carrier in 2Q2014. However, revenue suffered due to ship downtime and increased costs due to unforeseen ship repairs in the SH division.

Our gross profit margin dropped from 24.0% in FY2013 to 18.7% in FY2014 due primarily to IE division's unsuccessful attempts to secure sizeable contracts to cover its high fixed costs in the past two years. This was the main reason for the fall in the gross profit by S$6.02 million from $20.14 million in FY2013 to S$14.12 million in FY2014.

The Group's profit / (loss) attributable to shareholders fell to a loss of $5.02 million for FY2014 compared to profit of S$5.58 million in FY2013. The FY2013 profit was mainly due to the sale of the property at 38 Tuas View Square. The loss in FY2014 was primarily due to the weaker performance of the IE division, vessels' downtime and unforeseen repair costs for the SH division in FY2014.

CASHFLOW STATEMENT

The Group registered net cash inflow of S$5.10 million in FY2014 mainly from direct business operations.

Our additions to fixed asset for FY2014 was S$6.56 million. The additions were mainly from SH division which incurred S$5.07 million, where S$2.61 million arose from the cost of conversion on the second livestock carrier and S$1.96 million for the acquisition of a new tug boat. Our CP division spent S$0.96 million on replacement of air compressors, air coolers and other equipment. The remaining sum was for minor capital expenditure on Batam yard development, new forklifts, computers etc. During the year, our SD division sold a property warehouse located in woodland industrial park 1 for S$1.03 million.

Net cash outflow in financing activities was approximately S$3.14 million during FY2014. This was mainly due to repayment of hire purchase liabilities and bank borrowings.

As a result of the above, the Group registered a net decrease in cash and cash equivalent of approximately S$2.52 million for FY2014.

ASSETS AND LIABILITIES

The Group registered total assets of S$173.87 million as at 31 December 2014.

The Group's current assets declined from S$72.33 million as at 31 December 2013 to S$66.57 million as at 31 December 2014 mainly due to outflow in net cash and bank balance by S$1.91 million, reduction in net trade receivables by S$2.03 million and reduction in inventories.

Total liabilities for the Group were S$95.26 million at end of FY2014 as compared to S$98.61 million at end of FY2013. The reduction was mainly attributable to net repayment of bank borrowings of S$1.10 million during FY2014 and net payment to trade and other payables of S$2.16 million.

The Group registered net current liabilities of S$8.89 million as at 31 December 2014 as compared to S$7.14 million as at 31 December 2013. The net current liabilities position registered in both periods was mainly due to the Group's utilisation of its short-term bank borrowings to finance the conversion of the second livestock carrier. The Group net current liabilities was lower as compared to S$10.88 million in 3Q2014 as a result of the Group's ability to secure a new long term loan of S$4m during this quarter.

The Board is of the opinion that, after taking into consideration the Group’s existing cash and cash equivalents, and the available bank facilities, the Group is able to meet its short-term obligations as and when they fall due.

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

The Company did not make any forecast and prospect statement in respect of its result for 31 December 2014. The Group's actual results for the full year ended 31 December 2014 are in line with the commentary under paragraph 10 of the Group's previous results announcement in respect of the third quarter ended 30 September 2014.

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 IE division has shown some improvement in 4Q2014. The Company is continuing to intensify its marketing effort to secure sizeable marine and fabrication contracts for its Batam yard. With lower bunker oil prices, we expect our shipping division to do better in 2015.

11 **Dividend**

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

None

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial period?

None

(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 interim dividend has been declared/recommended for the current period ended 31 December 2014.

13 Summary of Interested Person Transactions for the financial period ended 31 December 2014.

	4th Quarter of FY2014		Full Year 2014	
	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than S$100,000 and transactions conducted under the shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under the shareholders' mandate pursuant to Rule 920 (excluding transactions less than S$100,000)	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than S$100,000 and transactions conducted under the shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under the shareholders' mandate pursuant to Rule 920 (excluding transactions less than S$100,000)
[Revenue / (Expenses)]	S$	S$	S$	S$
DP Shipbuilding & Engineering Pte Ltd				
Provision of Infrastructure Engineering Services		(1,170)		5,696
Ship Repair Services		(161,000)		(161,000)
PT Nanindah Mutiara Shipyard				
Sale of Hardware Equipment, Tools and Other Consumables		-		6,613
Procurement of Materials and Consumables		(26,242)		(326,080)
Provision of Corrosion Prevention Services		102,615		937,831
PT Graha Trisaka Industri				
Provision of Corrosion Prevention Services		633,864		1,788,556
Procurement of Materials and Consumables		(65,876)		(255,354)
Sale of Hardware Equipment, Tools and Other Consumables		-		3,989
DDW - Paxocean Shipyard Pte Ltd				
Provision of Corrosion Prevention Services		610,399		3,292,993
Procurement of Materials and Consumables		(47,131)		(116,047)
Transportation Charges		(268)		(5,414)
PT. Drydocks World Pertama				
Provision of Corrosion Prevention Services		11,847		2,195,175
Procurement of Materials and Consumables		(17,181)		(205,159)
Sale of Hardware Equipment, Tools and Other Consumables		-		6,415

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

(This part is not applicable to Q1, Q2, Q3 or Half Year Results)

14 Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.

BUSINESS SEGMENTS

	Infrastruc-ture Engineering	Corrosion Prevention	Supply & Distribution	Shipping	Others	Total
	S$'000	S$'000	S$'000	S$'000		S$'000
2014						
Total segment sales	20,693	37,886	18,720	9,307	-	86,606
Inter-segment sales	(5,027)	(1,762)	(4,186)	-	-	(10,975)
Sales to external customers	15,666	36,124	14,534	9,307	-	75,631
Results:						
Segment result	(4,262)	6,661	495	(1,981)	(57)	856
Interest expense	(952)	(530)	(158)	(726)	-	(2,366)
Interest Income	5	4	2	2	-	13
(Loss) / profit from operating segments	(5,209)	6,135	339	(2,705)	(57)	(1,497)
Unallocated administrative expenses						(3,449)
Loss before income tax						(4,946)
Income tax expense						(339)
Net Loss						(5,285)
Loss attributable to non-controlling interest						265
						(5,020)
Net Profit includes:						
- Depreciation	3,745	1,893	76	3,242	-	8,956
Other information						
Segments assets	55,306	38,981	11,145	67,595	845	173,872
Segments assets includes:-						
Additions to: Property, plant and equipment	594	1,806	25	5,066	-	7,491
Segment liabilities	(30,010)	(16,274)	(8,140)	(25,752)	(14)	(80,191)
2013						
Total segment sales	43,157	39,121	19,723	7,822	-	109,823
Inter-segment sales	(17,758)	(3,994)	(4,240)	-	-	(25,992)
Sales to external customers	25,399	35,127	15,483	7,822	-	83,831
Results:						
Segment result	(131)	3,439	7,423	1,771	(65)	12,437
Interest expense	(1,020)	(336)	(231)	(527)	-	(2,114)
Interest Income	4	2	1	5	-	12
(Loss) / profit from operating segments	(1,147)	3,105	7,193 [(1)]	1,249	(65)	10,335
Unallocated administrative expenses						(3,490)
Profit before income tax						6,845
Income tax expense						(821)
Net Profit						6,024
Profit attributable to non-controlling interest						(442)
						5,582
Net Profit includes:						
- Depreciation	4,964	1,678	122	2,090	-	8,854
Other information						
Segments assets	72,400	36,379	13,159	59,537	911	182,386
Segments assets includes:-						
Additions to: Property, plant and equipment	1,254	750	89	17,894	-	19,987
Segment liabilities	(34,818)	(13,496)	(8,403)	(27,846)	(20)	(84,583)

[(1)] Include the gain on disposal of assets held-for-sale of $5.80 million.

15 **In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.**

Not applicable.

16 **A breakdown of sales as follows:-**

	GROUP			
	FY 2014 S$'000	**FY 2013** S$'000	**+ / (-)** S$'000	**+ / (-)** %
First Half				
(a) Revenue	**36,483**	**41,228**	**(4,745)**	**(11.5%)**
(b) Operating (loss) / profit after tax before deducting non-controlling interests	**(1,544)**	**5,360**	**(6,904)**	**(128.81%)**
Second Half				
(a) Revenue	**39,148**	**42,603**	**(3,455)**	**(8.11%)**
(b) Operating (loss) / profit after tax before deducting non-controlling interests	**(3,741)**	**664**	**(4,405)**	**(663.40%)**

17 **A breakdown of total annual dividend (in dollar value) for the issuer's latest full year and its previous full year.**

Total Annual Dividend (Refer to Para 16 of Appendix 7.2 for the required details).

	Latest Full Year 2014	Previous Full Year 2013
	S$'000	S$'000
Ordinary	-	-
Preference	-	-
Total:	-	-

18 **Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704 (13) in the format below.**

Name	Age	Family Relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Chua Beng Yong	53	Brother of Chua Beng Kuang (Executive Chairman and substantial shareholder) and Chua Meng Hua (Managing Director and substantial shareholder)	Current Position: Chief Operating Officer Duties: Responsible for overseeing the Group's businesses, particularly in infrastructure engineering division, including its marketing and business development. Position first held in: 2011 Year of employment: Since 1999.	Changes in duties: No change. Changes in position: No change.
Chua Beng Hock	50	Brother of Chua Beng Kuang (Executive Chairman and substantial shareholder) and Chua Meng Hua (Managing Director and substantial shareholder)	Current Position: Deputy Chief Operating Officer Duties: Responsible for overseeing the Group's businesses, particularly in corrosion prevention division, including its marketing and business development. Position first held in: 2011 Year of employment: Since 2001.	Changes in duties: No change. Changes in position: No change.
Chua Min Kong	55	Brother of Chua Beng Kuang (Executive Chairman and substantial shareholder) and Chua Meng Hua (Managing Director and substantial shareholder)	Current Position: Manager Duties: Responsible for overseeing the process plant operations in Batam yard. Position first held in: 2011 Year of employment: Since 1998.	Changes in duties: No change. Changes in position: No change.

BY ORDER OF THE BOARD

Chua Beng Kuang
Executive Chairman
23 Feb 2015

Chua Meng Hua
Managing Director