

Financial Statements and Related Announcement::Full Yearly Results**Issuer & Securities**

Issuer/ Manager	JACKSPEED CORPORATION LIMITED
Securities	JACKSPEED CORPORATION LIMITED - SG1075914679 - J17
Stapled Security	No

Announcement Details

Announcement Title	Financial Statements and Related Announcement
Date & Time of Broadcast	21-Apr-2016 18:28:04
Status	New
Announcement Sub Title	Full Yearly Results
Announcement Reference	SG160421OTHREJRZ
Submitted By (Co./ Ind. Name)	Chua Sze Chyi
Designation	Executive Director
Effective Date and Time of the event	21/04/2016 17:00:00
Description (Please provide a detailed description of the event in the box below - Refer to the Online help for the format)	Please refer to attachment.

Additional Details

For Financial Period Ended	29/02/2016
Attachments	📄 Announcement - FY2016 Results Final.pdf Total size =392K





JACKSPEED CORPORATION LIMITED

(Incorporated in Singapore)

Registration No. 199300300W

FINANCIAL STATEMENTS AND RELATED ANNOUNCEMENT FOR THE FULL YEAR ENDED 29 FEBRUARY 2016

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

1(a) A statement of comprehensive income for the group together with a comparative statement for the corresponding year of the immediately preceding financial year.

Statement of Comprehensive Income

	Note	Group		
		Year Ended		
		29 Feb 2016 S\$'000	28 Feb 2015 S\$'000	Change %
Revenue		65,696	40,099	63.8
Cost of sales		(52,901)	(28,814)	83.6
Gross profit		12,795	11,285	13.4
<u>Other items of income</u>				
Interest income		384	392	(2.0)
Other gains	1	5,025	475	957.9
<u>Other items of expenses</u>				
Marketing and distribution costs		(536)	(523)	2.5
Administrative expenses		(8,400)	(7,805)	7.6
Finance costs - interest expense		(447)	(365)	22.5
Other expenses	1	(294)	(231)	27.3
Share of loss from equity-accounted associate		(1)	-	N.M.
Share of loss from equity-accounted joint venture		(1)	(2)	(50.0)
Profit before tax from continuing operations		8,525	3,226	164.3
Income tax expense		(639)	(619)	3.2
Profit net of tax from continuing operations		7,886	2,607	202.5
Profit attributable to owners of the parent, net of tax		7,351	2,313	217.8
Profit attributable to non-controlling interests, net of tax		535	294	82.0
		7,886	2,607	202.5

Other comprehensive loss, net of tax

Items that may be reclassified subsequently to profit or loss:

Fair value loss on available-for-sale financial assets	(20)	(2)	900.0
Reclassification of available-for-sale financial assets resulting from redemption of bonds	-	(13)	N.M.
Exchange differences on translating foreign operations	(872)	(37)	2,256.8
Total comprehensive income	6,994	2,555	173.7
<u>Total comprehensive income:</u>			
Attributable to owners of the parent, net of tax	6,459	2,261	185.7
Attributable to non-controlling interests, net of tax	535	294	82.0
	6,994	2,555	173.7

Note 1**Other gains and (other expenses)**

Allowance for impairment of other receivables	(1)	-	N.M.
Allowance for impairment of finance lease receivables	(92)	(156)	(41.0)
Bad debts written off - trade receivables	-	(41)	N.M.
Bad debts recovered / (written off) - finance lease receivables	18	(34)	152.9
Foreign exchange adjustment gains	295	232	27.2
Gain on disposal of property, plant and equipment	4,661	55	8,374.5
Gain on disposal of available-for-sale financial assets	-	134	N.M.
Government grant income	51	54	(5.6)
Impairment of goodwill	(201)	-	N.M.
Net	4,731	244	(1,838.9)

Presented in profit or loss as:

Other gains	5,025	475	957.9
Other expenses	(294)	(231)	27.3
Net	4,731	244	(1,838.9)

Year Ended		
29 Feb 2016	28 Feb 2015	Change
S\$'000	S\$'000	%
(1)	-	N.M.
(92)	(156)	(41.0)
-	(41)	N.M.
18	(34)	152.9
295	232	27.2
4,661	55	8,374.5
-	134	N.M.
51	54	(5.6)
(201)	-	N.M.
4,731	244	(1,838.9)
5,025	475	957.9
(294)	(231)	27.3
4,731	244	(1,838.9)

N.M.: Not meaningful.

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	
	As at		As at	
	29 Feb 2016 S\$'000	28 Feb 2015 S\$'000	29 Feb 2016 S\$'000	28 Feb 2015 S\$'000
ASSETS				
<u>Non-current assets</u>				
Investment property	843	972	-	-
Property, plant and equipment	9,709	8,728	317	228
Intangible assets	902	1,248	-	-
Investments in subsidiaries	-	-	10,229	10,229
Investments in associates	-	1	-	-
Investment in joint venture	3	4	-*	-*
Other receivables	10,000	-	10,000	-
Finance lease receivables	11,662	6,510	-	-
Available-for-sale financial assets	273	254	273	254
Deferred tax assets	9	9	-	-
Total non-current assets	33,401	17,726	20,819	10,711
<u>Current assets</u>				
Inventories	4,445	5,784	-	-
Trade and other receivables	9,957	8,709	11,580	10,712
Finance lease receivables	6,318	4,850	-	-
Available-for-sale financial assets	1,249	503	1,249	503
Other assets	2,824	1,387	32	40
Cash and cash equivalents	8,372	11,167	1,217	6,354
Total current assets	33,165	32,400	14,078	17,609
Non-current asset classified as held-for-sale	-	1,808	-	1,808
Total assets	66,566	51,934	34,897	30,128
EQUITY AND LIABILITIES				
<u>Equity attributable to owners of the parent</u>				
Share capital	31,208	31,208	31,208	31,208
Retained earnings / (accumulated losses)	7,864	513	(131)	(5,440)
Other reserves	(1,950)	(1,058)	(16)	4
Equity attributable to owners of the parent	37,122	30,663	31,061	25,772
Non-controlling interests	3,109	2,894	-	-
Total equity	40,231	33,557	31,061	25,772
<u>Non-current liabilities</u>				
Deferred tax liabilities	197	246	-	-
Other financial liabilities	31	236	-	-
Total non-current liabilities	228	482	-	-
<u>Current liabilities</u>				
Income tax payable	309	326	-	-
Trade and other payables	4,878	4,732	3,343	3,249
Other financial liabilities	20,920	12,837	493	1,107
Total current liabilities	26,107	17,895	3,836	4,356
Total liabilities	26,335	18,377	3,836	4,356
Total equity and liabilities	66,566	51,934	34,897	30,128

* Cost of investment is less than \$1,000.

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

Amount repayable in one year or less, or on demand

As at 29 Feb 2016		As at 28 Feb 2015	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
19,424	1,496	11,735	1,102

Amount repayable after one year

As at 29 Feb 2016		As at 28 Feb 2015	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
31	-	236	-

Details of any collateral

The finance lease payables are secured by the lessors' charges over the leased assets.

Bank borrowings and other credit facilities are covered by corporate guarantees from the Company and personal guarantees from non-controlling interests.

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

Consolidated Statement of Cash Flows

Cash flows from operating activities

Profit before tax

Adjustments for:

Interest income

Interest expense

Impairment of goodwill

Depreciation of property, plant and equipment

Depreciation of investment property

Amortisation of other intangible assets

Gain on disposal of property, plant and equipment

Gain on disposal of available-for-sale financial assets

Share of loss from equity-accounted associate

Share of loss from equity-accounted joint venture

Operating cash flows before changes in working capital

Inventories

Trade and other receivables

Other assets

Finance lease receivables

Trade and other payables

Net cash flows from operations before tax

Income taxes paid

Net cash flows from operating activities

Cash flows from investing activities

Proceeds from disposal of property, plant and equipment

Proceeds from disposal of available-for-sale financial assets

Purchase of property, plant and equipment

Purchase of available-for-sale financial assets

Other receivables

Interest received

Net cash flows used in investing activities

Cash flows from financing activities

Dividends paid to non-controlling interests

Decrease in borrowings

Finance lease repayments

Interest paid

Net cash flows used in financing activities

Net (decrease) / increase in cash and cash equivalents

Cash and cash equivalents, statement of cash flows, beginning balance

Effect of exchange rate changes on cash and cash equivalents

Cash and cash equivalents, statement of cash flows, ending balance

Note

Group	
Year Ended	
29 Feb 2016	28 Feb 2015
S\$'000	S\$'000
8,525	3,226
(384)	(392)
447	365
201	-
2,168	1,873
23	25
113	188
(4,661)	(55)
-	(134)
1	-
1	2
6,434	5,098
2,024	214
(625)	(1,414)
(1,527)	(62)
1,246	109
264	1,590
7,816	5,535
(614)	(610)
7,202	4,925
6,515	333
500	3,880
(1,142)	(3,653)
(1,296)	(3,002)
(10,769)	551
384	392
(5,808)	(1,499)
(320)	(240)
(26)	(82)
(3,126)	(797)
(447)	(365)
(3,919)	(1,484)
(2,525)	1,942
11,154	9,133
(269)	79
8,360	11,154

2

Note 2

Represented by:

Balance as per cash and cash equivalents in the statement of financial position

Restricted cash

Cash and cash equivalents for statement of cash flows purposes

29 Feb 2016	28 Feb 2015
S\$'000	S\$'000
8,372	11,167
(12)	(13)
8,360	11,154

- 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 year of the immediately preceding financial year.

Statements of Changes in Equity

Note	Group		Company	
	29 Feb 2016 S\$'000	28 Feb 2015 S\$'000	29 Feb 2016 S\$'000	28 Feb 2015 S\$'000
Share capital				
Balance at beginning and end of the year	31,208	31,208	31,208	31,208
Other reserves				
Balance at beginning of the year	(1,058)	(1,006)	4	19
Total comprehensive loss for the year	(892)	(52)	(20)	(15)
Balance at end of the year	(1,950)	(1,058)	(16)	4
Retained earnings / (accumulated losses)				
Balance at beginning of the year	513	(1,800)	(5,440)	(6,356)
Total comprehensive income for the year	7,351	2,313	5,309	916
Balance at end of the year	7,864	513	(131)	(5,440)
Equity attributable to owners of the parent	37,122	30,663	31,061	25,772
Non-controlling interests				
Balance at beginning of the year	2,894	2,840	-	-
Total comprehensive income for the year	535	294	-	-
Dividends paid to non-controlling interests	(320)	(240)	-	-
Balance at end of the year	3,109	2,894	-	-
Total equity	40,231	33,557	31,061	25,772

- 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 year 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 of the issuer, as at the end of the current financial year reported on and as at the end of the corresponding year of the immediately preceding financial year.

	Group and Company	
	29 Feb 2016 No. of shares '000	28 Feb 2015 No. of shares '000
Ordinary shares of no par value		
Balance at beginning and end of the year	251,044	251,044

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

251,043,579 ordinary shares are issued as at 29 February 2016 (28 February 2015: 251,043,579).

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 year reported on.

The Company does not have any treasury shares.

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

The figures have not been audited or reviewed by the auditors of the Company.

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

Not applicable.

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

The Group has applied the same accounting policies and methods of computation in the Group's financial statements for the current financial year compared to the audited financial statements as at 28 February 2015 except for the adoption of the applicable new and revised Financial Reporting Standards ("FRS") and the related Interpretations to FRS ("INT FRS") that are mandatory for the financial year beginning 1 March 2015. The adoption of these FRS and INT FRS has no significant impact on the financial statements.

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.

Not applicable.

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

	Group	
	29 Feb 2016	28 Feb 2015
Earnings per ordinary share for the year based on profit attributable to owners of the parent, net of tax	Cents	Cents
a) Based on weighted average number of ordinary shares of 251,043,579 (2015: 251,043,579)	2.93	0.92
b) On a fully diluted basis	2.93	0.92

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 financial year reported on; and

(b) immediately preceding financial year.

	Group		Company	
	29 Feb 2016	28 Feb 2015	29 Feb 2016	28 Feb 2015
	Cents	Cents	Cents	Cents
* Net asset value per ordinary share based on issued share capital as at the end of the financial year	16.03	13.37	12.37	10.27

* Total equity including non-controlling interests.

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 year 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 year reported on.

Revenue by segments

Group revenue in FY2016 increased by \$25.6 million or 64% as compared to prior year. In FY2016, the Leather, Accessories and Automotive segments accounted for 24%, 14% and 62% of the Group's revenue respectively, as compared to 36%, 21% and 43% respectively in prior year.

Leather segment

Revenue from the Leather segment increased by \$1.0 million or 7% from \$14.5 million in FY2015 to \$15.5 million in FY2016. This is mainly due to an increase in revenue from the trading of automotive spare parts, and the supply of seat covers for a new motor vehicle model.

Accessories segment

Revenue from the Accessories segment increased by \$1.2 million or 14% from \$8.3 million in FY2015 to \$9.5 million in FY2016. This is mainly due to greater sales demand for existing products.

Automotive segment

Revenue from the Automotive segment increased by \$23.4 million or 135% from \$17.3 million in FY2015 to \$40.7 million in FY2016. This is mainly due to:

- (i) increase in the number of used motor vehicles sold; and
- (ii) higher proportion of relatively new vehicles sold in FY2016. These vehicles generally commanded a higher selling price and hence resulted in the increase in revenue.

Operating profit by segments

Leather segment

The Leather segment incurred an operating loss of \$0.4 million (FY2015: operating profit of \$84,000) despite the increase in revenue in FY2016. This is mainly due to higher raw material costs incurred.

Accessories segment

Operating profit from the Accessories segment increased by \$0.8 million from \$2.3 million in FY2015 to \$3.1 million in FY2016. This is mainly due to:

- (i) greater sales demand for existing products; and
- (ii) more effective cost management in procurement, which yielded higher gross profit margin.

Automotive segment

Operating profit from the Automotive segment increased by \$1.0 million from \$2.7 million in FY2015 to \$3.7 million in FY2016. This is mainly due to the increase in revenue aforementioned.

Statement of comprehensive income

Gross profit margin decreased by 9% from 28% in FY2015 to 19% in FY2016. This is mainly due to:

- (i) higher raw material costs from the Leather segment;
- (ii) lower gross profit margin from the sale of used motor vehicles in the Automotive segment; and
- (iii) higher proportion of relatively new vehicles sold in the Automotive segment in FY2016. These vehicles were generally of a lower gross profit margin.

The increase in other gains by \$4.5 million from \$0.5 million in FY2015 to \$5.0 million in FY2016 is mainly due to a gain of \$4.6 million recognised from the disposal of a leasehold property located at 47 Loyang Drive Singapore 508955.

The impairment of goodwill of \$0.2 million in FY2016 (FY2015: NIL) relates to the Group's investment in Ultimate Vehicle Pty Ltd ("Ultimate"), a wholly-owned subsidiary.

The increase in finance costs by \$82,000 is mainly due to an increase in finance lease liabilities in FY2016 as compared to prior year.

Depreciation and amortisation expenses increased by \$0.2 million from \$2.1 million in FY2015 to \$2.3 million in FY2016. This is mainly due to depreciation of additions to property, plant and equipment in FY2016.

Statements of financial position

Group

The \$0.1 million decrease in investment property is due to foreign currency translation loss in a property held by a Malaysia subsidiary arising from the weakened Malaysian Ringgit.

The \$1.0 million increase in property, plant and equipment is mainly due to the following:

- (i) motor vehicles transferred from inventories amounting to \$0.4 million;
- (ii) renewal of certificates of entitlement for existing motor vehicles amounting to \$0.4 million; and
- (iii) purchase of motor vehicles amounting to \$2.1 million.

The increase above is partially offset by depreciation expense of \$2.2 million.

The \$0.3 million decrease in intangible assets is mainly due the following:

- (i) amortisation expense of \$0.1 million; and
- (ii) impairment of goodwill of \$0.2 million in relation to the Group's investment in Ultimate.

The \$11.2 million increase in trade and other receivables (current and non-current) is mainly due to a \$10.0 million equity-convertible loan extended to an external party in Q2FY2016 and a \$1.0 million loan extended to an external party in Q4FY2016.

The \$6.6 million increase in finance lease receivables (current and non-current) is mainly due to the new financing loans for motor vehicles granted during the year.

The \$0.8 million increase in available-for-sale financial assets (current and non-current) is due to the subscription of fixed-rated bonds and capital-guaranteed investments (\$1.3 million). This is partially offset by the maturity of fixed-rated bonds (\$0.5 million).

The \$1.3 million decrease in inventories is mainly due to improvement in inventory management and control.

The \$1.4 million increase in other assets is mainly due to an increase in deposits paid to suppliers for the purchase of motor vehicles (\$1.8 million). This is partially offset by a decrease in prepayment of expenses amounting to \$0.3 million.

The \$1.8 million decrease in non-current asset classified as held-for-sale is due to the sale of a leasehold property located at 47 Loyang Drive Singapore 508955 in FY2016.

The \$7.9 million increase in other financial liabilities (current and non-current) is mainly due to the following:

- (i) \$1.0 million increase in short-term borrowings from a bank; and
- (ii) \$7.5 million increase in motor vehicle related finance leases and bank loans.

This is partially offset by a \$0.6 million decrease in trust receipts payable to a bank in relation to the trading of automotive spare parts.

Company

The \$89,000 increase in property, plant and equipment is mainly due to the purchase of a motor vehicle amounting to \$0.2 million. This is partially offset by depreciation expense of \$0.1 million in FY2016.

The \$10.9 million increase in trade and other receivables (current and non-current) is mainly due to a \$10.0 million equity-convertible loan extended to an external party in Q2FY2016 and a \$1.0 million loan extended to an external party in Q4FY2016.

The \$0.8 million increase in available-for-sale financial assets (current and non-current) is due to the subscription of fixed-rated bonds and capital-guaranteed investments (\$1.3 million). This is partially offset by the maturity of fixed-rated bonds (\$0.5 million).

The \$1.8 million decrease in non-current asset classified as held-for-sale is due to the sale of a leasehold property located at 47 Loyang Drive Singapore 508955 in FY2016.

The \$0.6 million decrease in other financial liabilities (current and non-current) is mainly due to the decrease in trust receipts payable to a bank in relation to the trading of automotive spare parts.

Consolidated statement of cash flows

Cash and cash equivalents decreased by approximately \$2.8 million in FY2016 mainly as a result of the purchase of plant and equipment (\$1.1 million) and available-for-sale financial assets (\$1.3 million), the extension of interest-bearing loans (\$10.8 million), the repayment of financial liabilities (\$3.1 million) and dividends paid to non-controlling interests (\$0.3 million).

This is partially offset by net cash flows from operating activities (\$7.2 million), the sale proceeds from disposal of property, plant and equipment (\$6.5 million) and available-for-sale financial assets (\$0.5 million).

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

The Group did not issue any forecast or prospect statement to shareholders for the current financial year.

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 financial year and the next 12 months.

The operating environment of the Group is expected to remain challenging given the uncertainties in the economic outlook. The Group continues to face pressures from rising material and labour costs.

Going forward, the Group remains committed to manage costs and pursue growth opportunities.

11 If a decision regarding dividend has been made:-

(a) Whether an interim (final) ordinary dividend has been declared (recommended);

No.

(b) Corresponding period of the immediately preceding financial year.

	Group and Company	
	FY2016 Cents	FY2015 Cents
<u>Type of dividend</u>		
Interim	Nil	Nil
Final	Nil	Nil
Tax rate	Not applicable	Not applicable

c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).

Not applicable.

d) The date the dividend is payable.

Not applicable.

e) The date on which Registrable Transfers received by the company (up to 5.00 pm) will be registered before entitlements to the dividend are determined.

Not applicable.

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

No dividend has been declared or recommended for the financial year ended 29 February 2016.

13 General mandate from shareholders for Interested Person Transaction pursuant to Rule 920.

There is no general mandate obtained from shareholders for Interested Person Transaction pursuant to Rule 920.

14 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.

Not applicable.

PART II – ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

- 15 **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

The Group's operating businesses are currently organised according to their nature of business activities. Such structural organisation is determined by the nature of risks and returns associated with each business segment and defines the management structure as well as the internal reporting system. These are grouped into the following segments and represents the basis on which the Group reports its segment information:-

Leather segment comprises sales of leather trim to car distributors, dealers and manufacturers in the automotive and aviation industries;

Accessories segment comprises sales of accessories to car distributors, dealers and manufacturers in the automotive industry; and

Automotive segment comprises sales from trading, financing and rental of motor vehicles and business of commission agents.

FY2016

	Leather	Accessories	Automotive	Adjustments and eliminations	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Revenue:					
External customers	15,544	9,456	40,696		65,696
Inter-segment	919	-	13	(932)	-
Total revenue	16,463	9,456	40,709	(932)	65,696
Operating (loss) / profit	(435)	3,146	3,672		6,383
Interest income	365	12	7		384
Finance costs	(42)	(1)	(404)		(447)
Other gains	4,646	22	44		4,712
Other expenses	(201)	-	-		(201)
Amortisation expense	-	-	(113)		(113)
Depreciation expense	(506)	(47)	(1,638)		(2,191)
Share of loss from equity-accounted associate	(1)	-	-		(1)
Share of loss from equity-accounted joint venture	(1)	-	-		(1)
Profit before tax	3,825	3,132	1,568		8,525
Income tax expense					(639)
Profit after tax					7,886

	Leather	Accessories	Automotive	Adjustments and eliminations	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Investment in joint venture	3	-	-		3
Additions to non-current assets	686	102	2,634		3,422
Total assets	31,732	5,504	29,330		66,566
Total liabilities	3,762	1,750	20,823		26,335

FY2015

	Leather	Accessories	Automotive	Adjustments and eliminations	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Revenue:					
External customers	14,495	8,273	17,331		40,099
Inter-segment	453	-	-	(453)	-
Total revenue	14,948	8,273	17,331	(453)	40,099
Operating profit	84	2,271	2,689		5,044
Interest income	380	12	-		392
Finance costs	(38)	-	(327)		(365)
Other gains	213	-	30		243
Amortisation expense	-	-	(188)		(188)
Depreciation expense	(451)	(58)	(1,389)		(1,898)
Share of loss from equity-accounted joint venture	(2)	-	-		(2)
Profit before tax	186	2,225	815		3,226
Income tax expense					(619)
Profit after tax					2,607

	Leather	Accessories	Automotive	Adjustments and eliminations	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Investments in associates	1	-	-		1
Investment in joint venture	4	-	-		4
Additions to non-current assets	2,549	50	2,439		5,038
Total assets	27,570	4,264	20,100		51,934
Total liabilities	3,857	1,533	12,987		18,377

Geographical segments

During the year, the Group's main operations are located in Singapore, Malaysia, Thailand and Australia.

Revenues are attributed to countries based on the customer's location.

	Revenue		Non-current assets	
	FY2016 S\$'000	FY2015 S\$'000	FY2016 S\$'000	FY2015 S\$'000
Singapore	46,664	21,565	8,171	7,054
Malaysia	1,210	1,546	2,606	3,019
Thailand	9,456	8,273	192	145
Europe ⁽¹⁾	5,582	5,797	-	-
Australia	1,624	1,675	488	735
Others⁽²⁾	1,160	1,243	-	-
Total	65,696	40,099	11,457	10,953

⁽¹⁾ Comprises mainly Denmark, Netherlands, Belgium, Ireland, Sweden, Germany and the United Kingdom.

⁽²⁾ Comprises mainly Japan, Mauritius and New Zealand.

16 In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.
Refer to paragraphs 8, 10 and 15.

17 **A breakdown of sales.**

- (a) Sales reported for first half year
- (b) Operating profit after tax before deducting non-controlling interests reported for the first half year
- (c) Sales reported for second half year
- (d) Operating profit after tax before deducting non-controlling interests reported for the second half year

	Group		
	FY2016 S\$'000	FY2015 S\$'000	Change %
(a) Sales reported for first half year	24,352	18,630	30.7
(b) Operating profit after tax before deducting non-controlling interests reported for the first half year	5,943	1,629	264.8
(c) Sales reported for second half year	41,344	21,469	92.6
(d) Operating profit after tax before deducting non-controlling interests reported for the second half year	1,943	978	98.7

18 **A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year as follows:-**

Ordinary dividend

- Interim exempt (one-tier)
- Final exempt (one-tier)
- Preference dividend

	FY2016 S\$'000	FY2015 S\$'000
Interim exempt (one-tier)	Nil	Nil
Final exempt (one-tier)	Nil	Nil
Preference dividend	Nil	Nil

19 **Confirmation that the issuer has procured undertakings from all its directors and executive officers under Rule 720(1).**

Undertakings have been procured from all directors and executive officers under Rule 720(1).

20 **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. If there are no such persons, the issuer must make an appropriate negative statement.**

There are no persons occupying managerial positions in the Company or any of its principal subsidiaries who are relatives of a Director or Chief Executive Officer or Substantial Shareholder of the Company.

ON BEHALF OF THE BOARD

YAP KIAN PENG
EXECUTIVE DEPUTY CHAIRMAN AND CHIEF EXECUTIVE OFFICER
21 APRIL 2016