



VIBRANT GROUP LIMITED

Company Registration Number: 198600061G

Unaudited First Quarter Financial Statement Announcement For The Three Months Ended 31 July 2015

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

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

Consolidated Income Statement

	Note	The Group		
		3 months ended	3 months ended	Increase/
		31/07/15	31/07/14	(Decrease)
		S\$'000	S\$'000	%
Revenue		48,054	50,548	(4.9)
Cost of sales	(a)	(33,634)	(34,195)	(1.6)
Gross profit		14,420	16,353	(11.8)
Other income	(b)	9,464	6,675	41.8
Administrative expenses	(c)	(13,210)	(14,057)	(6.0)
Other operating expenses	(b)	(4,784)	(1,338)	257.5
Profit from operations		5,890	7,633	(22.8)
Finance income	(d)	991	706	40.4
Finance costs	(e)	(3,084)	(2,043)	51.0
Net finance costs		(2,093)	(1,337)	56.5
Share of profit of associates, net of tax	(f)	5,518	734	651.8
Profit before income tax		9,315	7,030	32.5
Income tax expense	(g)	(440)	(647)	(32.0)
Profit for the period		8,875	6,383	39.0
Attributable to:				
Owners of the Company		7,547	6,845	10.3
Non-controlling interests	(h)	1,328	(462)	N/M
Profit for the period		8,875	6,383	39.0

N/M denotes Not Meaningful

Notes to Income Statement

(a) Cost of sales

Cost of sales decreased in tandem with the lower revenue from freight and logistics business.

(b) Other income/(operating expenses)

	The Group		
	3 months ended	3 months ended	Increase/
	31/07/15	31/07/14	(Decrease)
	S\$'000	S\$'000	%
Other income	9,464	6,675	41.8
Other operating expenses	(4,784)	(1,338)	257.5
Included in other income/(operating expenses):			
Accretion of deferred revenue	4,860	4,860	-
Amortisation of intangible assets	-	(41)	(100.0)
Dividend income from available-for-sale financial assets	327	238	37.4
Fair value loss on embedded derivative of convertible bond	(2,978)	-	N/M
Fair value loss on securities designated at fair value through profit or loss	(996)	(292)	241.1
Fair value gain on foreign currency forward contracts	1,265	-	N/M
Foreign exchange gain/(loss)	1,828	(71)	N/M
Gain on disposal of securities designated at fair value through profit or loss	42	29	44.8
(Loss)/Gain on disposal of property, plant and equipment	(8)	90	N/M
Loss on foreign currency forward contract	(38)	-	N/M

Other income increased as a result of gain in fair value on foreign currency forward contracts and higher foreign exchange gain arising from the strengthening of United States dollar against Singapore dollar.

Other operating expenses increased mainly due to loss in fair value on embedded derivative of convertible bond and higher fair value loss on marketable securities.

(c) Administrative expenses

	The Group		
	3 months ended	3 months ended	Increase/
	31/07/15	31/07/14	(Decrease)
	S\$'000	S\$'000	%
Administrative expenses	(13,210)	(14,057)	(6.0)
Included in administrative expenses:			
Staff costs	(8,671)	(8,423)	2.9
Depreciation of property, plant and equipment	(2,652)	(3,253)	(18.5)

The decrease in administrative expenses was mainly due to decrease in depreciation of property, plant and equipment due to the extension of the lease term period for chemical hub at Jurong Island from 30 years to 59 years upon the issuance of the Certificate of Statutory Completion by the Building and Construction Authority in 3Q2015. The decrease was partially offset by the increase in staff costs due to headcount increase which was in line with the addition of new subsidiaries.

(d) Finance income

	The Group		
	3 months ended 31/07/15	3 months ended 31/07/14	Increase/ (Decrease)
	S\$'000	S\$'000	%
Finance income	991	706	40.4
Included in finance income:			
Interest income on convertible loans to an associate	78	88	(11.4)
Interest income on investment in associate	370	340	8.8
Interest income on convertible bond	355	-	N/M
Interest income on loan to third parties	135	35	285.7
Interest income on fixed deposits	33	102	(67.6)

Finance income increased due to interest income from subscription of convertible bond issued by Blackgold International Holdings Limited.

(e) Finance costs

Finance costs increased mainly due to increase in bank borrowings and the hedging cost incurred on the foreign currency forward contract.

(f) Share of profits from associates

Share of profits from associates increased significantly from Plaza Ventures Pte Ltd from the sale of strata office units at GSH Plaza and from Figtree Holdings Limited. This was partially offset by share of loss from China Southwest Energy Corporation Ltd.

(g) Income tax expense

	The Group		
	3 months ended 31/07/15	3 months ended 31/07/14	Increase/ (Decrease)
	S\$'000	S\$'000	%
Tax expense	(440)	(647)	(32.0)
Included in tax expense:			
Current year tax provision	(999)	(544)	83.6
Reduction/(Increase) of deferred tax liabilities	559	(159)	N/M
Over provision for tax in respect of prior years	-	56	(100.0)

(h) Non-controlling interests

Profit attributable to non-controlling interests increased in 1Q2016 compared to 1Q2015 mainly due to share of profit from an associate, Plaza Ventures Pte Ltd which is held by a non-wholly owned subsidiary.

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

Statement of Financial Position

	Note	Group		Company	
		As at	As at	As at	As at
		31/07/2015	30/04/2015	31/07/2015	30/04/2015
		S\$'000	S\$'000	S\$'000	S\$'000
Non-current assets					
Property, plant and equipment	(a)	244,944	235,249	514	532
Intangible assets		472	472	-	-
Investment properties	(b)	101,413	102,474	-	-
Subsidiaries		-	-	16,802	16,802
Associates	(c)	100,367	92,402	37,744	37,035
Other investments	(d)	42,925	69,919	-	-
Deferred tax assets		1,050	651	-	-
Trade and other receivables	(e)	60,146	59,518	422,687	419,736
		551,317	560,685	477,747	474,105
Current assets					
Other investments	(f)	103,335	84,502	62,420	59,859
Development properties	(g)	140,181	137,954	-	-
Inventories		455	409	-	-
Trade and other receivables	(h)	125,745	120,351	4,319	3,559
Cash and cash equivalents	(i)	30,854	23,260	1,254	1,238
Assets classified as held for disposal		6,592	6,351	-	-
		407,162	372,827	67,993	64,656
Total assets		958,479	933,512	545,740	538,761
Equity attributable to owners of the Company					
Share capital		111,551	111,551	111,551	111,551
Perpetual securities		97,947	97,947	97,947	97,947
Other reserves	(j)	3,696	2,264	5,995	5,995
Accumulated profits		168,081	160,534	72,808	69,221
		381,275	372,296	288,301	284,714
Non-controlling interests	(k)	67,712	65,830	-	-
Total equity		448,987	438,126	288,301	284,714
Non-current liabilities					
Loans and borrowings	(l)	183,145	175,349	-	-
Notes payable	(m)	100,058	101,074	100,058	101,074
Trade and other payables	(n)	19,099	16,483	56,999	58,963
Provisions		5,076	5,058	-	-
Deferred tax liabilities	(o)	1,902	2,136	4	4
		309,280	300,100	157,061	160,041
Current liabilities					
Loans and borrowings	(l)	115,939	108,120	95,901	89,499
Current tax payable		9,114	8,378	1,124	903
Trade and other payables	(p)	74,900	78,507	3,353	3,604
Provisions		134	134	-	-
Liabilities classified as held for disposal		125	147	-	-
		200,212	195,286	100,378	94,006
Total liabilities		509,492	495,386	257,439	254,047
Total equity and liabilities		958,479	933,512	545,740	538,761

Notes to Statement of Financial Position

- (a) Increase in property, plant and equipment was mainly due to the redevelopment of site at 146 Gul Circle into a 6-storey ramp-up warehouse and the purchase of equipment for the chemical hub at Jurong Island.
- (b) The decrease in investment properties was due to the effect of exchange rate fluctuation on the investment property held in Malaysia. This was partially offset by the increase in the capital expenditure incurred on the high-tech industrial park development in Changshu, China.
- (c) Investment in associates increased mainly due to the share of profit from associates Plaza Ventures Pte Ltd, Freight Management Holdings Bhd and Figtree Holdings Limited. The increase was partially offset by the share of loss from China Southwest Energy Corporation Ltd.
- (d) Non-current other investments decreased due to decrease in fair value of Sabana REIT units classified as available-for-sale. The decrease was also due to reclassification of convertible bond issued by Blackgold International Holdings Limited from non-current assets to current assets as the redemption of the convertible bond is within 12 months.
- (e) At Group level, non-current trade and other receivables increased mainly due to the increase in trade receivables from the financial leasing business. At Company level, increase in non-current other receivables was due to loans to subsidiaries for the investment in a subsidiary and progress payment for redevelopment projects.
- (f) At Group level, increase in current other investments was mainly due to the reclassification of convertible bond issued by Blackgold International Holdings Limited from non-current assets to current assets. The increase was partially offset by the disposal of and decrease in fair value of marketable securities. At Company level, the increase in current other investments was mainly due to gain in fair value of Sentosa Capital Asian Credit Offshore Feeder Fund and strengthening of USD dollar.
- (g) The increase in development properties was mainly due to the additional capital expenditure on the Cecil House at 139 Cecil Street and the government-approved resettlement housing development project in Jiangyin, China.
- (h) At Group level, trade and other receivables increased mainly due to advances paid to contractors from real estate business in China. At Company level, trade and other receivables increased mainly due to accrued interest on investment in China Southwest Energy Corporation Ltd.
- (i) Cash and cash equivalents increased mainly due to the proceeds from the disposal of marketable securities and loan from related party for the investment in the development projects in China.
- (j) The increase in other reserves was mainly due to the share of revaluation reserve of equity-accounted investee and translation gain recognised in equity. The increase was partially offset by the decrease in fair value of available-for-sale financial assets.
- (k) Non-controlling interests increased mainly due to increase in net profit contribution from real estate business.
- (l) Loans and borrowings increased mainly due to bank borrowings for the progress payment of the warehouse construction costs at 146 Gul Circle and high-tech industrial park in Changshu, China.
- (m) Notes payable decreased due to the half yearly payment of interest expense accrued on the S\$100 million 4-year fixed rate notes.
- (n) At Group level, non-current other payables increased due to increase of loan from related party and deferred revenue recognised from government grant on the high-tech industrial park development site in Changshu, China. At Company level, non-current other payables decreased due to repayment of loan to subsidiaries for payment of warehouse lease rental to Sabana REIT.
- (o) Deferred tax liability decreased mainly due to the reversal of temporary difference arising from revaluation of the investment property held in Malaysia and effect of translation of foreign subsidiary.
- (p) At Group level, trade and other payables decreased mainly due to accretion of deferred revenue to profit or loss. At Company level, trade and other payables decreased due to fair value gain on foreign currency forward contracts during the quarter.

1(b)(ii) Aggregate amount of Group's borrowings and debt securities**Amount repayable in one year or less, or on demand**

	As at 31/07/2015		As at 30/04/2015	
	Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
Borrowings	75,681	38,551	75,092	31,349
Finance lease liabilities	1,707	-	1,679	-
Total	77,388	38,551	76,771	31,349

Amount repayable after one year

	As at 31/07/2015		As at 30/04/2015	
	Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
Borrowings	178,674	-	170,997	-
Notes payable	-	100,058	-	101,074
Finance lease liabilities	4,471	-	4,352	-
Total	183,145	100,058	175,349	101,074

Details of any collateral

The bank borrowings are secured by legal mortgages over the leasehold properties, equipment and a share charge over Sabana REIT units. The bank borrowings of the subsidiaries are guaranteed by the Company. The finance lease liabilities are secured by the assets under finance leases.

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

Consolidated Statement of Cash Flows

	3 months ended 31/07/15 S\$'000	3 months ended 31/07/14 S\$'000
Cash flows from operating activities		
Profit before income tax	9,315	7,030
Adjustments for:		
Accretion of deferred revenue	(4,860)	(4,860)
Amortisation of intangible assets	-	41
Depreciation of property, plant and equipment	2,652	3,253
Dividend income from available-for-sale financial assets	(327)	(238)
Fair value loss on embedded derivative of convertible bond	2,978	-
Fair value gain on foreign exchange contracts	(1,265)	-
Fair value loss on securities designated at fair value through profit or loss	996	292
Finance costs	3,084	2,043
Finance income	(991)	(706)
Foreign exchange (gain)/loss	(115)	163
Gain on disposal of securities designated at fair value through profit or loss	(42)	(29)
Loss/(Gain) on disposal of property, plant and equipment	8	(90)
Government grants received	339	-
REIT management fee received/receivable in units	(1,295)	(1,245)
Share of profit of associates	(5,518)	(734)
	4,959	4,920
Changes in working capital:		
Development properties	(2,232)	(1,565)
Inventories	(39)	(28)
Trade and other receivables	(6,207)	(7,087)
Trade and other payables	3,488	2,459
Cash used in operations	(31)	(1,301)
Income taxes refunded	91	608
Income taxes paid	(393)	(201)
Net cash used in operating activities	(333)	(894)
Cash flows from investing activities		
Acquisition of shares in associates	-	(16,456)
Acquisition of subsidiaries, net of cash acquired	-	(24,655)
Cash contribution paid by non-controlling interests	-	1,273
Dividends received:		
- associates	-	885
- available-for-sale financial assets	297	219
Finance income received	45	155
Proceeds from sale of other investments	6,525	22,128
Proceeds from sale of property, plant and equipment	47	273
Purchase of investment properties	(689)	(3,551)
Purchase of other investments	-	(33,360)
Purchase of property, plant and equipment	(10,764)	(6,432)
Repayment of loan by a third party	1,085	-
Net cash used in investing activities	(3,454)	(59,521)
Cash flows from financing activities		
Finance costs paid	(4,694)	(2,897)
Payment of finance lease liabilities	(480)	(357)
Proceeds from borrowings	18,701	60,680
Proceeds from loan from a related party	1,407	-
Proceeds from loan from a third party	-	8,200
Purchase of treasury shares	-	(375)
Repayment of borrowings	(4,590)	(24,680)
Repayment of loan to a third party	-	(20,000)
Net cash from financing activities	10,344	20,571

Consolidated Statement of Cash Flows (continued)

	3 months ended 31/07/15	3 months ended 31/07/14
	S\$'000	S\$'000
Net increase/(decrease) in cash and cash equivalents	6,557	(39,844)
Cash and cash equivalents at the beginning of the period	29,610	87,816
Effect of exchange rate fluctuations on cash and cash equivalents	1,276	20
Cash and cash equivalents at the end of the period	37,443	47,992
Cash and cash equivalents comprise the following:		
Cash at bank and in hand	28,010	28,490
Deposits with banks	2,844	13,287
Cash and cash equivalents	30,854	41,777
Bank overdrafts	-	(1)
	30,854	41,776
Cash and cash equivalents of disposal group held for sale	6,589	6,216
Cash and cash equivalents in the statement of cash flows	37,443	47,992

The deficit in cash flow from operating activities was mainly due to advances paid to contractors for high-tech industrial park and increase in development-in-progress relating to a government-approved resettlement housing development in China.

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

1(d)(i)(a) Consolidated Statement of Comprehensive Income for the first quarter ended 31 July 2015

	The Group		
	3 months ended 31/07/15	3 months ended 31/07/14	Increase/ (Decrease)
	S\$'000	S\$'000	%
Profit for the period	8,875	6,383	39.0
Other comprehensive income			
Items that are or may be reclassified subsequently to profit or loss:			
Fair value changes on available-for-sale financial assets	(1,825)	104	N/M
Foreign currency translation differences for foreign operations	1,793	900	99.2
Share of other comprehensive income of an associate	1,859	-	N/M
Other comprehensive income for the period, net of tax	1,827	1,004	82.0
Total comprehensive income for the period	10,702	7,387	44.9
Total comprehensive income attributable to:			
Owners of the Company	8,979	7,488	19.9
Non-controlling interests	1,723	(101)	N/M
Total comprehensive income for the period	10,702	7,387	44.9

N/M denotes Not Meaningful

1(d)(i)(b) Statement of Changes in Equity
For the year ended 31 July 2015

The Group	Share capital S\$'000	Perpetual securities S\$'000	Treasury shares S\$'000	Capital reserve S\$'000	Fair value reserve S\$'000	Revaluation reserve S\$'000	Foreign currency translation reserve S\$'000	Other reserve S\$'000	Accumulated profits S\$'000	Total attributable to owners of the company S\$'000	Non-controlling interests S\$'000	Total equity S\$'000
Balance at 1 May 2015	111,551	97,947	(1,087)	7,082	(6,318)	-	2,587	-	160,534	372,296	65,830	438,126
Total comprehensive income for the period												
Profit for the period	-	-	-	-	-	-	-	-	7,547	7,547	1,328	8,875
Other comprehensive income												
Net changes in fair value of available-for-sale financial assets	-	-	-	-	(1,472)	-	-	-	-	(1,472)	(353)	(1,825)
Foreign currency translation differences relating to foreign operations	-	-	-	-	-	-	1,045	-	-	1,045	748	1,793
Share of other comprehensive income of an associate	-	-	-	-	-	1,863	-	(4)	-	1,859	-	1,859
Total other comprehensive income	-	-	-	-	(1,472)	1,863	1,045	(4)	-	1,432	395	1,827
Total comprehensive income for the period	-	-	-	-	(1,472)	1,863	1,045	(4)	7,547	8,979	1,723	10,702
Transactions with owners of the Company, recognised directly in equity												
Changes in ownership interests in subsidiaries												
Increased capital contribution from non-controlling shareholders	-	-	-	-	-	-	-	-	-	-	159	159
Total changes in ownership interests in subsidiaries	-	-	-	-	-	-	-	-	-	-	159	159
Total transactions with owners of the Company	-	-	-	-	-	-	-	-	-	-	159	159
Balance at 31 July 2015	111,551	97,947	(1,087)	7,082	(7,790)	1,863	3,632	(4)	168,081	381,275	67,712	448,987

<u>The Group</u>	Share capital S\$'000	Perpetual securities S\$'000	Treasury shares S\$'000	Capital reserve S\$'000	Fair value reserve S\$'000	Foreign currency translation reserve S\$'000	Accumulated profits S\$'000	Total attributable to owners of the company S\$'000	Non-controlling interests S\$'000	Total equity S\$'000
Balance at 1 May 2014	101,307	97,947	(473)	7,082	(765)	1,592	151,702	358,392	23,955	382,347
Total comprehensive income for the period										
Profit for the period	-	-	-	-	-	-	6,845	6,845	(462)	6,383
Other comprehensive income										
Net changes in fair value of available-for-sale financial assets	-	-	-	-	119	-	-	119	(15)	104
Foreign currency translation differences relating to foreign operations	-	-	-	-	-	524	-	524	376	900
Total other comprehensive income	-	-	-	-	119	524	-	643	361	1,004
Total comprehensive income for the period	-	-	-	-	119	524	6,845	7,488	(101)	7,387
Transactions with owners of the Company, recognised directly in equity										
Contributions by and distributions to owners of the Company										
Purchase of treasury shares	-	-	(375)	-	-	-	-	(375)	-	(375)
Changes in ownership interests in subsidiaries										
Acquisition of non-wholly owned subsidiaries	-	-	-	-	-	-	-	-	16,320	16,320
Increased capital contribution from non-controlling shareholders	-	-	-	-	-	-	-	-	244	244
Total changes in ownership interests in subsidiaries	-	-	-	-	-	-	-	-	16,564	16,564
Total transactions with owners of the Company	-	-	(375)	-	-	-	-	(375)	16,564	16,189
Balance at 31 July 2014	101,307	97,947	(848)	7,082	(646)	2,116	158,547	365,505	40,418	405,923

The Company	Share capital S\$'000	Perpetual securities S\$'000	Treasury shares S\$'000	Capital reserve S\$'000	Accumulated profits S\$'000	Total equity S\$'000
Balance at 1 May 2015	111,551	97,947	(1,087)	7,082	69,221	284,714
Total comprehensive income for the period						
Profit for the period	-	-	-	-	3,587	3,587
Balance at 31 July 2015	111,551	97,947	(1,087)	7,082	72,808	288,301
Balance at 1 May 2014	101,307	97,947	(473)	7,082	71,499	277,362
Total comprehensive income for the period						
Profit for the period	-	-	-	-	2,058	2,058
Transactions with owners of the Company, recognised directly in equity						
Contributions by and distributions to owners of the Company						
Purchase of treasury shares	-	-	(375)	-	-	(375)
Total transactions with owners of the Company	-	-	(375)	-	-	(375)
Balance at 31 July 2014	101,307	97,947	(848)	7,082	73,557	279,045

- 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

Details of any changes in the Company's issued share capital

	No of ordinary shares		Amount	
	Share capital	Treasury shares	Share capital S\$'000	Treasury shares S\$'000
As at 1 May 2015 and 31 July 2015	2,621,699,133	(14,602,800)	111,551	(1,087)

There were no outstanding convertibles as at 31 July 2015 and 31 July 2014.

As at 31 July 2015, there are 14,602,800 (31 July 2014: 12,083,000) shares held as treasury shares against the total number of issued shares excluding treasury shares of 2,607,096,333 (31 July 2014: 2,512,977,157).

- 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

	<u>As at 31/07/15</u>	<u>As at 30/04/15</u>
Total number of issued shares	2,621,699,133	2,621,699,133
Less: Treasury shares	(14,602,800)	(14,602,800)
Total number of issued shares excluding treasury shares	<u>2,607,096,333</u>	<u>2,607,096,333</u>

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

There were no sale, transfer, disposal, cancellation and/or use of treasury shares at at 31 July 2015.

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.

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

Not applicable.

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

Except as disclosed in paragraph 5, the Group has applied the same accounting policies and methods of computation in the financial statements for the current financial period compared with the audited financial statements for the financial year ended 30 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 the effect of, the change

In the current financial period, the Group early adopted FRS 115 *Revenue from Contracts with Customers*.

FRS 115 *Revenue from Contracts with Customers* establishes a comprehensive framework for determining whether, how much and when revenue is recognised. It supersedes existing revenue recognition guidance, including FRS 11 *Construction Contracts*, FRS 18 *Revenue*, INT FRS 113 *Customer Loyalty Programmes*, and INT FRS 115 *Agreements for the Construction of Real Estate*, INT FRS 118 *Transfers of Assets from Customers* and INT FRS 31 *Revenue – Barter Transactions Involving Advertising Services*. FRS 115 is effective for annual reporting periods beginning on or after 1 January 2017, with early adoption permitted.

The standard will be applied retrospectively and there will be no material impact on the results and financial position to the Group for the year ended 30 April 2015.

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

- (a) Based on the weighted average number of ordinary shares on issue
- (b) On a fully diluted basis

	3 months ended 31/07/15	3 months ended 31/07/14
0.29 cents	0.27 cents	
0.29 cents	0.27 cents	

The basic earnings per share is calculated based on the weighted average number of ordinary shares in issue of 2,607,096,333 (31 July 2014: 2,513,595,461).

The fully diluted earning per share is calculated based on the weighted average number of ordinary shares of 2,607,096,333 (31 July 2014: 2,513,595,461).

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**

Net assets value per ordinary share	As at <u>31/07/2015</u> Cents	As at <u>30/04/2015</u> Cents
The Group	14.62	14.28
The Company	11.06	10.92

Net asset value per share is calculated based on 2,607,096,333 (30 April 2015: 2,607,096,333) ordinary shares (excluding treasury shares) in issue at the end of the financial period under review and of the immediately preceding financial year.

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**

Financial Performance

The Group revenue decreased by 4.9% to \$48.1 million in 1Q2016 from \$50.5 million in 1Q2015. The decrease in revenue was mainly due to decrease in revenue from freight and logistics business and provision for financial services. As a result, the Group gross profit decreased by 11.8% to \$14.4 million in 1Q2016 from \$16.4 million in 1Q2015. The profit from operations decreased by 22.8% to \$5.9 million in 1Q2016 from \$7.6 million in 1Q2015 as a result of the lower revenue as compared to previous corresponding period as well as the fair value loss on convertible bond and marketable securities. The decrease was partially offset by the fair value gain on foreign currency forward contracts and gain on foreign exchange.

The Group's share of profits from associates increased significantly to \$5.5 million from \$0.7 million in the previous corresponding period mainly due to the contribution from Plaza Ventures Pte Ltd from the sale of strata office units at GSH Plaza and from Figtree Holdings Limited.

Consequently, the Group achieved a profit after tax and non-controlling interest of \$7.5 million for 1Q2016 as compared to \$6.8 million in 1Q2015.

As at 31 July 2015, the Group has cash and cash equivalents of \$30.9 million, and net gearing of 0.97 times.

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

The current announced results are in line with the general market conditions as previously described in the last full year announcement.

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

Update on properties under development

- a. Cecil House had obtained the Building Plan approval and sales is targeted to launch in 4th quarter 2015.
- b. GSH Plaza refurbishment works have commenced on 1 April 2015 and sales was launched on 8 April 2015.
- c. The redevelopment of a 6-storey ramp-up warehouse at 146 Gul Circle is on schedule and expected to complete in 2nd quarter 2016.
- d. Construction of Changshu High-Tech Industrial Park, CEDZ, Jiangsu China is on schedule for completion in October 2015.
- e. Construction of government-approved resettlement housing development projects in Jiangyin, China is on schedule.

The Group still expects uncertainties in the global and regional economies. Going forward, the Group will continue to improve operation efficiency and maximise resources to reduce the impact of rising operating costs.

11. Dividend

(a) Current Financial Period Reported On

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.

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

No dividend had been declared or recommended in the current reporting period.

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

The Company has not obtained an IPT mandate from shareholders. It does not have any interested person transaction (excluding transaction less than \$100,000) in the financial period ended 31 July 2015 that is disclosable under Rule 920(1)(a)(ii) of the SGX-ST Listing Manual.

14. Confirmation pursuant to the SGX Listing Rule 705 (5) of the Listing Manual

The Board of Directors hereby confirm that, to the best of their knowledge, nothing has come to their attention which may render the unaudited financial results for the period ended 31 July 2015 to be false or misleading in any material respect.

**BY ORDER OF THE BOARD
VIBRANT GROUP LIMITED**

**Eric Khua
Executive Director & CEO
10 September 2015**