



**GDS**  
Global Limited

**GDS GLOBAL LIMITED**

(Company Registration No.: 201217895H)  
(Incorporated in the Republic of Singapore on 19 July 2012)

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**FULL YEAR FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT  
FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2013**

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GDS Global Limited (the "Company") was listed on Catalist of the Singapore Exchange Securities Trading Limited ("SGX-ST") on 19 April 2013. The initial public offering ("IPO") of the Company was sponsored by CIMB Bank Berhad, Singapore Branch (the "Sponsor").

This announcement has been prepared by the Company and its contents have been reviewed by the Sponsor for compliance with the relevant rules of the SGX-ST, this being the SGX-ST Listing Manual Section B: Rules of Catalist. The Sponsor has not independently verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr Benjamin Choy, Director, Corporate Finance. The contact particulars are 50 Raffles Place, #09-01 Singapore Land Tower, Singapore 048623, telephone (65) 6337 5115.

**1(a)(i) An income statement and statement of comprehensive income, or a statement of comprehensive income, for the group, together with a comparative statement for the corresponding period of the immediately preceding financial year.**

The Company was incorporated in the Republic of Singapore on 19 July 2012 under the Companies Act (Chapter 50) of Singapore as a private limited company. The Company and its subsidiaries (the "Group") was formed pursuant to a restructuring exercise (the "Restructuring Exercise") undertaken to rationalise the corporate and shareholding structures of the Group prior to the Company's listing on Catalist. Please refer to the Company's offer document dated 11 April 2013 (the "Offer Document") for further details on the Restructuring Exercise.

For the purpose of this announcement, the results of the Group have been prepared on the assumption that the group structure following the completion of the Restructuring Exercise had been in existence since 1 October 2009 or from the date the entities are under common control, if later.

**GDS GLOBAL LIMITED**  
**FULL YEAR FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT**  
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**Consolidated Statement of Comprehensive Income**

	<b>Group</b>		<b>Increase/ (Decrease) %</b>
	<b>Year ended 30 September 2013 S\$'000</b>	<b>2012 S\$'000</b>	
<b>Revenue</b>	15,660	13,820	13.3
Cost of sales	<u>(7,997)</u>	<u>(6,910)</u>	<u>15.7</u>
Gross profit	7,663	6,910	10.9
Other operating income	628	776	(19.1)
Marketing and distribution expenses	(641)	(621)	3.2
Administrative expenses	(5,618) <sup>(2)</sup>	(3,658)	53.6
Other operating expenses	(231)	(177)	31.1
Investment revenue	16	145	(89.1)
Other gains and losses	35	(137)	n.m. <sup>(1)</sup>
Finance costs	<u>(16)</u>	<u>(49)</u>	<u>(67.5)</u>
<b>Profit before tax</b>	1,836	3,189	(42.4)
Income tax expense	<u>(180)</u>	<u>(553)</u>	<u>(67.4)</u>
<b>Profit for the year</b>	<u>1,656</u>	<u>2,636</u>	<u>(37.2)</u>
<b>Other comprehensive (loss) income:</b>			
Exchange differences on translation of foreign operations	(4)	7	n.m. <sup>(1)</sup>
Net change in fair value on available-for-sale investments	-	467	n.m. <sup>(1)</sup>
Reclassification to profit or loss from equity on disposal of available-for-sale investments	<u>-</u>	<u>62</u>	<u>n.m.<sup>(1)</sup></u>
<b>Other comprehensive (loss) income for the year, net of tax</b>	<u>(4)</u>	<u>536</u>	<u>n.m.<sup>(1)</sup></u>
<b>Total comprehensive income for the year</b>	<u>1,652</u>	<u>3,172</u>	<u>(47.9)</u>
<b>Profit (Loss) attributable to:</b>			
Owners of the Company	1,726	2,675	(35.5)
Non-controlling interests	<u>(70)</u>	<u>(39)</u>	<u>81.4</u>
	<u>1,656</u>	<u>2,636</u>	<u>(37.2)</u>
<b>Total comprehensive income (loss) attributable to:</b>			
Owners of the Company	1,719	3,208	(46.4)
Non-controlling interests	<u>(67)</u>	<u>(36)</u>	<u>86.7</u>
	<u>1,652</u>	<u>3,172</u>	<u>(47.9)</u>
<b>Basic and diluted earnings per share (cents)</b>	<u>1.64</u>	<u>2.85</u>	<u>(42.5)</u>

**Notes:**

- (1) n.m. denotes not meaningful.  
(2) Administrative expenses include IPO expenses of S\$1.09 million charged to the income statement.

**GDS GLOBAL LIMITED**  
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**1(a)(ii) Notes to consolidated income statement**

Profit before tax has been arrived at after crediting (charging):

	<b>Group</b>		<b>Increase/ (Decrease) %</b>
	<b>Year ended 30 September 2013 S\$'000</b>	<b>2012 S\$'000</b>	
Other operating income:			
Rental income	377	475	(20.6)
Sundry income	251	301	(16.7)
	<u>628</u>	<u>776</u>	<u>(19.1)</u>
Investment revenue:			
Interest income from bank deposits	16	16	-
Distribution income on quoted investments	-	129	n.m. <sup>(1)</sup>
	<u>16</u>	<u>145</u>	<u>(89.1)</u>
Interest expenses	(16)	(49)	(67.5)
Depreciation of property, plant and equipment	(270)	(266)	1.0
Amortisation of intangible asset	(94)	(94)	-
Net foreign exchange gains (losses)	34	(75)	n.m. <sup>(1)</sup>
Gain on disposal of property, plant and equipment	1	-	n.m. <sup>(1)</sup>
Adjustments for overprovision of tax in respect of prior years	198	-	n.m. <sup>(1)</sup>
Loss on disposal of quoted investments	<u>-</u>	<u>(62)</u>	<u>n.m.<sup>(1)</sup></u>

**Note:**

(1) n.m. denotes not meaningful.

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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**

	<b>Group</b>		<b>Company</b>	
	<b>As at 30 September 2013 S\$'000</b>	<b>2012 S\$'000</b>	<b>As at 30 September 2013 S\$'000</b>	<b>2012 S\$'000</b>
<b><u>ASSETS</u></b>				
<b>Current assets</b>				
Cash and cash equivalents	4,568	2,350	1,164	56
Trade and other receivables	6,398	3,591	3,030	-
Inventories	2,739	1,965	-	-
<b>Total current assets</b>	<b>13,705</b>	<b>7,906</b>	<b>4,194</b>	<b>56</b>
<b>Non-current assets</b>				
Property, plant and equipment	1,095	1,031	-	-
Intangible asset	1,455	1,549	-	-
Pledged bank deposits	1,000	1,000	-	-
Subsidiaries	-	-	2,350	2,000
<b>Total non-current assets</b>	<b>3,550</b>	<b>3,580</b>	<b>2,350</b>	<b>2,000</b>
<b>Total assets</b>	<b>17,255</b>	<b>11,486</b>	<b>6,544</b>	<b>2,056</b>
<b><u>LIABILITIES AND EQUITY</u></b>				
<b>Current liabilities</b>				
Bank overdrafts and borrowings	183	412	-	-
Trade and other payables	2,899	1,671	223	209
Current portion of finance leases	20	26	-	-
Income tax payable	1	646	-	-
<b>Total current liabilities</b>	<b>3,103</b>	<b>2,755</b>	<b>223</b>	<b>209</b>
<b>Non-current liabilities</b>				
Finance leases	3	23	-	-
Deferred tax liabilities	281	142	-	-
Other payables	23	24	-	-
<b>Total non-current liabilities</b>	<b>307</b>	<b>189</b>	<b>-</b>	<b>-</b>
<b>Total liabilities</b>	<b>3,410</b>	<b>2,944</b>	<b>223</b>	<b>209</b>
<b>Capital, reserves and non-controlling interests</b>				
Share capital	5,245	1,880	5,245	1,880
Reserves	8,381	6,662	1,076	(33)
<b>Total equity attributable to owners of the Company</b>	<b>13,626</b>	<b>8,542</b>	<b>6,321</b>	<b>1,847</b>
Non-controlling interests	219	-	-	-
<b>Total equity</b>	<b>13,845</b>	<b>8,542</b>	<b>6,321</b>	<b>1,847</b>
<b>Total liabilities and equity</b>	<b>17,255</b>	<b>11,486</b>	<b>6,544</b>	<b>2,056</b>

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

	As at 30 September 2013		As at 30 September 2012	
	Secured	Unsecured	Secured	Unsecured
	S\$'000	S\$'000	S\$'000	S\$'000
Amount repayable in one year or less, or on demand	180	23	270	168
Amount repayable after one year	3	-	23	-

**Details of any collateral**

As at 30 September 2013, secured bank overdrafts and borrowings comprised:

- Financial leases of S\$23,000 (2012: S\$49,000) are secured by the lessors' title to the leased assets.
- Bank bills payable and term loans of S\$160,000 (2012: S\$244,000) are secured by a pledge of the Group's bank deposits of S\$1,000,000 (2012: S\$1,000,000). As at 30 September 2012, the bank bills payable and term loans were also secured by a pledge over the quoted investments held by D'Oasis Pte. Ltd., the ultimate holding company of the Company.

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

**Consolidated Statement of Cash Flows**

	<b>Group</b>	
	<b>Year ended 30 September</b>	<b>2012</b>
	<b>2013</b>	<b>2012</b>
	<b>S\$'000</b>	<b>S\$'000</b>
<b>Operating activities</b>		
Profit before tax	1,836	3,189
Adjustments for:		
Interest income	(16)	(16)
Distribution income on quoted investments	-	(129)
Loss on disposal of quoted investments	-	62
Finance costs	16	49
Depreciation of property, plant and equipment	270	266
Amortisation of intangible asset	94	94
Gain on disposal of property, plant and equipment	(1)	-
Operating cash flows before movements in working capital	<u>2,199</u>	<u>3,515</u>
Inventories	(774)	452
Trade and other receivables	(2,815)	314
Trade and other payables	1,226	(454)
Cash (used in) generated from operations	<u>(164)</u>	<u>3,827</u>
Income tax (paid) refund	(686)	48
Net cash (used in) from operating activities	<u>(850)</u>	<u>3,875</u>
<b>Investing activities</b>		
Purchase of property, plant and equipment	(329)	(178)
Proceeds from disposal of property, plant and equipment	1	-
Distribution income received from quoted investments	-	129
Interest received	16	16
Proceeds from disposal of quoted investments	-	1,768
Acquisition of subsidiaries arising from the Restructuring Exercise	-	(2,000)
Decrease in pledged bank deposits	-	415
Net cash (used in) from investing activities	<u>(312)</u>	<u>150</u>
<b>Financing activities</b>		
Proceeds from issue of ordinary shares	3,600	1,880
Payment of share issue expenses	(235)	-
Repayment of bank borrowings	(229)	(395)
Repayment of obligations under finance leases	(26)	(35)
Interest paid	(16)	(49)
Capital contribution from non-controlling interests in a subsidiary	286	-
Dividends paid	-	(3,500)
Net cash from (used in) financing activities	<u>3,380</u>	<u>(2,099)</u>
Net increase in cash and cash equivalents	2,218	1,926
Cash and cash equivalents at beginning of year	<u>2,350</u>	<u>424</u>
Cash and cash equivalents at end of year	<u><u>4,568</u></u>	<u><u>2,350</u></u>

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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.

**Statements of Changes in Equity**

<b>The Group</b>	Share capital S\$'000	Translation reserve S\$'000	Investments revaluation reserve S\$'000	Capital reserves S\$'000	Merger reserve S\$'000	Retained earnings S\$'000	Attributable to owners of the Company S\$'000	Non-controlling interests S\$'000	Total equity S\$'000
Balance at 1 October 2012	1,880	6	-	277	19	6,360	8,542	-	8,542
Total comprehensive (loss) income for the year	-	(7)	-	-	-	1,726	1,719	(67)	1,652
Issue of share capital	3,365	-	-	-	-	-	3,365	-	3,365
Capital contribution from non-controlling interests in a subsidiary	-	-	-	-	-	-	-	286	286
Balance at 30 September 2013	5,245	(1)	-	277	19	8,086	13,626	219	13,845
Balance at 1 October 2011	2,019	1	(528)	334	-	7,185	9,011	(21)	8,990
Total comprehensive income (loss) for the year	-	5	528	-	-	2,675	3,208	(36)	3,172
Issue of share capital on incorporation of the Company	- <sup>(1)</sup>	-	-	-	-	-	- <sup>(1)</sup>	-	- <sup>(1)</sup>
Issue of share capital pursuant to the Restructuring Exercise	1,880	-	-	-	-	-	1,880	-	1,880
Restructuring Exercise	(2,019)	-	-	-	19	-	(2,000)	-	(2,000)
Dividends	-	-	-	-	-	(3,500)	(3,500)	-	(3,500)
Effects of acquiring remaining non-controlling interests in a subsidiary	-	-	-	(57)	-	-	(57)	57	-
Balance at 30 September 2012	1,880	6	-	277	19	6,360	8,542	-	8,542

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<b>The Company</b>	Share capital S\$'000	Retained earnings (Accumulated losses) S\$'000	Total equity S\$'000
Balance at 1 October 2012	1,880	(33)	1,847
Total comprehensive income for the year	-	1,109	1,109
Issue of share capital	3,365	-	3,365
Balance at 30 September 2013	<u>5,245</u>	<u>1,076</u>	<u>6,321</u>
Issue of share capital on incorporation of the Company	- <sup>(1)</sup>	-	- <sup>(1)</sup>
Issue of share capital pursuant to the Restructuring Exercise	1,880	-	1,880
Total comprehensive loss for the year	-	(33)	(33)
Balance at 30 September 2012	<u>1,880</u>	<u>(33)</u>	<u>1,847</u>

**Note:**

(1) Amount less than S\$1,000.

**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.**

<b>Details of changes in the Company's share capital</b>	<b>Number of ordinary shares '000</b>	<b>Issued and paid-up share capital S\$'000</b>
Issued and paid up share capital at 1 October 2012	1,880	1,880
Issue of shares for cash <sup>(1)</sup>	120	600
Issued and fully paid shares before sub-division of shares	<u>2,000</u>	<u>2,480</u>
Sub-division of 1 share into 50 shares <sup>(2)</sup>	100,000	2,480
Issued and paid up share capital at 31 March 2013	<u>100,000</u>	<u>2,480</u>
Issue of shares pursuant to IPO <sup>(3)</sup>	12,000	2,765
Issued and paid up share capital at 30 September 2013	<u>112,000</u>	<u>5,245</u>

There were no outstanding convertibles or treasury shares held by the Company as at 30 September 2013 and 30 September 2012.

**Notes:**

- (1) On 8 October 2012, the Company increased its issued and paid-up share capital to S\$2,480,000 divided into 2,000,000 ordinary shares via the issue and allotment of 120,000 new ordinary shares to Rhodus Capital Limited for the consideration of S\$600,000.
- (2) At the Extraordinary General Meeting held on 22 March 2013, the shareholders approved the sub-division of each ordinary share in the existing issued and paid up share capital of the Company into 50 ordinary shares.

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- (3) Pursuant to the IPO, the Company issued and allotted 12,000,000 ordinary shares for the consideration of S\$2,765,000, after deducting share issue expenses of S\$235,000.

**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.**

	<b>No of ordinary shares</b>	
	<b>As at 30 September</b>	
	<b>2013</b>	<b>2012</b>
Total number of issued shares excluding treasury shares	<u>112,000,000</u>	<u>1,880,000</u>

There were no treasury shares as at the end of the current financial year and as at the end of the immediately preceding year.

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

Not applicable.

**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.**

Save as disclosed in section 5 below, the Group has applied the same accounting policies and methods of computation in the preparation of the financial statements for the current financial year as its most recently audited financial statements for the financial year ended 30 September 2012.

**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 year, the Group has adopted all the new and revised Financial Reporting Standards ("FRS") and Interpretations of FRS ("INT FRS") that are relevant to the Group and effective for the financial period beginning on 1 October 2012. The adoption of these new and revised FRS and INT FRS does not result in changes to the Group's accounting policies and has no material effect on the amounts reported for the current or prior years.

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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:**
- (a) based on the weighted average number of ordinary shares on issue; and  
(b) on a fully diluted basis (detailing any adjustments made to the earnings).

**Earnings per share ("EPS")**

	<b>Group</b>	
	<b>Year ended 30 September</b>	
	<b>2013</b>	<b>2012</b>
Profit attributable to owners of the Company (S\$'000)	1,726	2,675
Weighted average number of ordinary shares ('000)	105,310	94,000 <sup>(1)</sup>
EPS - Basic and diluted (cents)	1.64	2.85

EPS is calculated based on profit attributable to owners of the Company divided by the weighted average number of ordinary shares in issue.

**Note:**

- (1) For comparative purpose, the issued and paid up share capital of the Company as at 30 September 2012 (adjusted for the sub-division of each ordinary share in the issued and paid up share capital of the Company into 50 ordinary shares as described in 1(d)(ii) above) of 94,000,000 ordinary shares is assumed to have been in issue throughout the entire year ended 30 September 2012.

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 Asset Value ("NAV")**

	<b>Group</b>		<b>Company</b>	
	<b>As at 30 September</b>		<b>As at 30 September</b>	
	<b>2013</b>	<b>2012</b>	<b>2013</b>	<b>2012</b>
NAV per ordinary share (cents)	12.17	9.09	5.64	1.96
Number of ordinary shares used in computation of NAV per ordinary share ('000)	112,000	94,000 <sup>(1)</sup>	112,000	94,000 <sup>(1)</sup>

**Note:**

- (1) For comparative purpose, the issued and paid up share capital of the Company as at 30 September 2012 (adjusted for the sub-division of each ordinary share in the issued and paid up share capital of the Company into 50 ordinary shares as described in 1(d)(ii) above) of 94,000,000 ordinary shares is assumed to have been in issue throughout the entire year ended 30 September 2012.

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.**

#### **Review of the Group's Income Statement**

##### **Revenue**

The Group typically experiences a fluctuation in revenue contribution from its customers from period to period due to the project based nature of its business. Such projects differ in their scope and size and are typically non-recurring.

The Group's revenue for the financial year ended 30 September 2013 ("FY2013") was S\$15.66 million with an increase of S\$1.84 million or 13.3% as compared to S\$13.82 million for the financial year ended 30 September 2012 ("FY2012"). The increase was due to the increase in the sale of door and shutter systems arising from increased demand for such products from developers of industrial and commercial projects.

##### **Gross profit**

Gross profit increased by S\$0.75 million or 10.9% from S\$6.91 million in FY2012 to S\$7.66 million in FY2013. Gross profit margin decreased marginally from 50.0% in FY2012 to 48.9% in FY2013.

##### **Other operating income**

Other operating income decreased by S\$0.15 million or 19.1% from S\$0.78 million in FY2012 to S\$0.63 million in FY2013. The decrease in other operating income was mainly attributed to the decrease in rental income arising from the cessation of the sub-letting of the premises at 88 International Road in November 2011 upon the termination of the lease for this property.

##### **Marketing and distribution expenses**

Marketing and distribution expenses increased marginally by S\$0.02 million or 3.2% from S\$0.62 million in FY2012 to S\$0.64 million in FY2013.

##### **Administrative expenses**

Administrative expenses increased by S\$1.96 million or 53.6% from S\$3.66 million in FY2012 to S\$5.62 million in FY2013. The increase in administrative expenses was mainly due to the increase in (i) professional fees and related incidental expenses of S\$1.09 million charged to the income statement in FY2013 in relation to the Company's IPO; (ii) employee compensation of S\$0.62 million due mainly to the increase in headcount; and (iii) professional and consultancy fees of S\$0.19 million due to the compliance costs incurred as a listed company.

##### **Other operating expenses**

Other operating expenses increased by S\$0.05 million or 31.1% from S\$0.18 million in FY2012 to S\$0.23 million in FY2013.

##### **Investment revenue**

Investment revenue decreased by S\$0.13 million or 89.1% from S\$0.14 million in FY2012 to S\$0.02 million in FY2013. The decrease was due to the absence of distribution income from quoted investments in FY2013. As disclosed in the Offer Document, the quoted investments were sold to D'Oasis Pte. Ltd., the ultimate holding company of the Company, in September 2012.

##### **Other gains and losses**

Other gains and losses reversed from net losses of S\$0.14 million in FY2012 to net gains of S\$0.04 million in FY2013 mainly due to the (i) absence of loss on disposal of quoted investments of S\$0.06 million in FY2013; and (ii) net foreign exchange gains arising from the translation of trade receivables denominated in US\$ in FY2013.

**Finance costs**

Finance costs decreased by S\$0.03 million or 67.5% from S\$0.05 million in FY2012 to S\$0.02 million in FY2013. The decrease was mainly due to the decrease in the level of bank overdrafts and bank borrowings during FY2013.

**Income tax expense**

Income tax expense decreased by S\$0.37 million or 67.4% from S\$0.55 million in FY2012 to S\$0.18 million in FY2013 in line with the lower profit before tax for FY2013. In addition, the decrease was also attributed to the adjustments for overprovision of tax in respect of prior years of S\$0.20 million in FY2013.

**Profit for the year**

As a result of the above, profit for the year decreased by S\$0.98 million or 37.2% from S\$2.64 million in FY2012 to S\$1.66 million in FY2013.

**Review of the Group's Financial Position**

**Current assets**

Current assets increased by S\$5.80 million from S\$7.91 million as at 30 September 2012 to S\$13.71 million as at 30 September 2013. The increase in current assets was mainly due to the increase in:

- (i) cash and cash equivalents of S\$2.22 million mainly attributed to the receipt of IPO proceeds;
- (ii) trade and other receivables of S\$2.81 million mainly attributed to the increase in trade receivables of S\$2.71 million as a result of higher sales during the last quarter of FY2013 and slower repayments from customers during the year; and
- (iii) inventories of S\$0.77 million mainly due to purchase of raw materials and components to meet production demands.

**Non-current assets**

Non-current assets remained fairly stable at S\$3.55 million as at 30 September 2013 in comparison to S\$3.58 million as at 30 September 2012.

**Current liabilities**

Current liabilities increased by S\$0.35 million from S\$2.76 million as at 30 September 2012 to S\$3.10 million as at 30 September 2013. The increase in current liabilities was mainly due to the increase in trade and other payables of S\$1.23 million as the Group made payments in respect of a smaller proportion of trade payables.

This was partially offset by the decrease in:

- (i) bank overdrafts and borrowings of S\$0.23 million due to repayments during the year; and
- (ii) income tax payable of S\$0.65 million due to payments during the year.

**Non-current liabilities**

Non-current liabilities increased by S\$0.12 million from S\$0.19 million as at 30 September 2012 to S\$0.31 million as at 30 September 2013. The increase in non-current liabilities was mainly due to the increase in deferred tax liabilities of S\$0.14 million.

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

The increase was mainly attributed to the increase in share capital of S\$3.36 million and profits earned during the year.

**Review of the Group's Cash Flows**

**Net cash used in operating activities**

In FY2013, the Group generated net cash of S\$2.20 million from operating activities before changes in working capital. The Group's net working capital outflow amounted to S\$0.16 million and was mainly due to (i) an increase in trade and other receivables of S\$2.81 million; and (ii) an increase in inventories of S\$0.77 million. This was partially offset by an increase in trade and other payables of S\$1.23 million.

After payment of income tax of S\$0.69 million, the net cash used in operating activities in FY2013 amounted to S\$0.85 million.

**Net cash used in investing activities**

Net cash used in investing activities amounted to S\$0.31 million mainly due to purchase of property, plant and equipment in FY2013.

**Net cash from financing activities**

Net cash from financing activities amounted to S\$3.38 million and was mainly due to (i) proceeds from issue of new ordinary shares after payment of share issue expenses of S\$3.36 million; and (ii) capital contribution from non-controlling interests in Gliderol Doors Asia Limited of S\$0.29 million. This was partially offset by repayment of bank borrowings of S\$0.23 million.

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

The financial performance of the Group for the financial year ended 30 September 2013 is generally in line with what was disclosed in the section entitled "General Information on our Group - Trend Information" of the Offer Document, and in the half-year financial statements for the six months ended 31 March 2013.

**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 factors that may impact the Group are as follows:

- (a) General health of the Singapore economy;
- (b) Level of activities in the commercial and industrial developments in Singapore; and
- (c) Increases in foreign workers' levies, reductions in man-year entitlement and changes in criteria for the various work passes introduced by the government in the Singapore Budget 2013.

Notwithstanding the continued uncertain economic outlook, the Group remains cautiously optimistic that the outlook on the door and shutter solutions industry in Singapore will remain positive in the next financial year. The Group continues to be on the lookout for new projects to maintain or expand its order book. The Group's order book remains healthy as at 30 September 2013.

The Group also expects increasing constraints in labour supply and manpower costs in Singapore. In this regard, the Group will take appropriate steps and measures to address these issues to maintain its competitiveness.

**11. Dividend**

**(a) Dividend declared (recommended) for the current financial period reported on**

Yes.

Name of dividend	First and final dividend
Type of dividend	Cash
Dividend per ordinary share	0.7 cents
Total annual dividend	S\$784,000
Tax rate	Tax exempt (one-tier)

**(b) Dividend declared (recommended) for the corresponding period of the immediately preceding financial year**

None.

**(c) Date payable**

To be announced at a later date.

**(d) Books closure date**

To be announced at a later date.

**12. If no dividend has been declared (recommended), a statement to that effect.**

Not applicable.

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

The Company has not obtained an IPT mandate.

**14. Use of Proceeds**

In accordance with the "Use of Proceeds and Listing Expenses" section of the Offer Document, the proceeds from the IPO after deducting listing expenses ("Net Proceeds") have been utilised as follows:

	Allocation of Net Proceeds S\$'000	Net Proceeds Utilised as at 30 September 2013 S\$'000	Balance of Net Proceeds as at 30 September 2013 S\$'000
To acquire new machinery and equipment	600	-	600
To fund product development activities	400	66	334
Working capital and general corporate purposes	431	431	-
	1,431	497	934

**Part II Additional Information Required for Full Year Announcement**

- 15. Segmented revenue and results for operating 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.**

The Group operates and manages its business primarily as a single operating segment in the manufacture and supply of door and shutter systems and provision of service and maintenance works. As such, no operating segmental revenue and results have been prepared.

- 16. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the operating segments.**

Not applicable as the Group does not prepare operating segmental revenue and results as mentioned in section 15 above. Please refer to section 8 of this announcement for the review of the performance of the Group.

- 17. A breakdown of sales as follows:**

	<b>Group</b>		<b>Increase/ (Decrease) %</b>
	<b>Year ended 30 September</b>		
	<b>2013</b>	<b>2012</b>	
	<b>S\$'000</b>	<b>S\$'000</b>	
(a) Sales reported for first half year	5,803	7,589	(23.5)
(b) Operating profit after tax before deducting non-controlling interests reported for first half year	232	1,681	(86.2)
(c) Sales reported for second half year	9,857	6,231	58.2
(d) Operating profit after tax before deducting non-controlling interests reported for second half year	1,424	955	49.2

- 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:**

	<b>Group</b>	
	<b>Year ended 30 September</b>	
	<b>2013</b>	<b>2012</b>
	<b>S\$'000</b>	<b>S\$'000</b>
Ordinary	784	-
Preference	-	-
<b>Total</b>	<b>784</b>	<b>-</b>

- 19. 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(10). If there are no such persons, the issuer must make an appropriate negative statement.**

Pursuant to Rule 704(10), the Company confirms that as at 30 September 2013, there was no person occupying a managerial position in the Company or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the Company.

**BY ORDER OF THE BOARD**

**Wong Lok Yung**  
**Chairman and Chief Executive Officer**  
**22 November 2013**