



GDS
Global Limited

GDS GLOBAL LIMITED

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

**FULL YEAR FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT
FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2014**

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.

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GDS GLOBAL LIMITED
FULL YEAR FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT
FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2014

- 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.

Consolidated Statement of Profit or Loss and Other Comprehensive Income

	Group		Increase/ (Decrease) %
	Year ended 30 September 2014 S\$'000	2013 S\$'000	
Revenue	23,872	15,660	52.4
Cost of sales	<u>(12,779)</u>	<u>(7,997)</u>	<u>59.8</u>
Gross profit	11,093	7,663	44.8
Other operating income	613	628	(2.4)
Marketing and distribution expenses	(780)	(641)	21.7
Administrative expenses	(5,621)	(5,618) ⁽¹⁾	0.1
Other operating expenses	(343)	(231)	48.1
Investment revenue	16	16	-
Other gains and losses	41	35	16.8
Finance costs	<u>(5)</u>	<u>(16)</u>	<u>(67.6)</u>
Profit before tax	5,014	1,836	173.0
Income tax expense	<u>(608)</u>	<u>(180)</u>	<u>237.8</u>
Profit for the year	<u>4,406</u>	<u>1,656</u>	<u>166.0</u>
Other comprehensive loss:			
<i>Items that may be reclassified subsequently to profit or loss</i>			
Exchange differences on translation of foreign operations	<u>(13)</u>	<u>(4)</u>	<u>224.3</u>
Other comprehensive loss for the year, net of tax	<u>(13)</u>	<u>(4)</u>	<u>224.3</u>
Total comprehensive income for the year	<u>4,393</u>	<u>1,652</u>	<u>165.9</u>
Profit (Loss) attributable to:			
Owners of the Company	4,512	1,726	161.3
Non-controlling interests	<u>(106)</u>	<u>(70)</u>	<u>50.1</u>
	<u>4,406</u>	<u>1,656</u>	<u>166.0</u>
Total comprehensive income (loss) attributable to:			
Owners of the Company	4,504	1,719	161.8
Non-controlling interests	<u>(111)</u>	<u>(67)</u>	<u>62.9</u>
	<u>4,393</u>	<u>1,652</u>	<u>165.9</u>
Basic and diluted earnings per share (cents)	<u>4.03</u>	<u>1.64</u>	<u>145.6</u>

Note:

- (1) Administrative expenses include IPO expenses of S\$1.09 million charged to the income statement.

GDS GLOBAL LIMITED
FULL YEAR FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT
FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2014

1(a)(ii) Notes to consolidated statement of profit or loss and other comprehensive income

Profit for the year has been arrived at after crediting (charging):

	Group		Increase/ (Decrease) %
	Year ended 30 September 2014 S\$'000	2013 S\$'000	
Other operating income:			
Rental income	318	377	(15.6)
Sundry income	295	251	17.4
	<u>613</u>	<u>628</u>	<u>(2.4)</u>
Investment revenue:			
Interest income from bank deposits	<u>16</u>	<u>16</u>	<u>-</u>
Interest expenses	(5)	(16)	(67.6)
Depreciation of property, plant and equipment	(300)	(270)	11.6
Amortisation of intangible asset	(94)	(94)	-
Net foreign exchange gains	41	34	18.4
Gain on disposal of property, plant and equipment	_(⁽¹⁾)	1	(97.0)
Adjustments for (under) over provision of tax in respect of prior years	(29)	198	n.m. ⁽²⁾
Impairment loss on trade receivables	<u>(164)</u>	<u>-</u>	<u>n.m.⁽²⁾</u>

Notes:

- (1) Amount less than S\$1,000.
(2) n.m. denotes not meaningful.

GDS GLOBAL LIMITED
FULL YEAR FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT
FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2014

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 30 September 2014 S\$'000	2013 S\$'000	As at 30 September 2014 S\$'000	2013 S\$'000
<u>ASSETS</u>				
Current assets				
Cash and cash equivalents	8,098	4,568	2,025	1,164
Trade and other receivables	8,517	6,398	3,106	3,030
Inventories	2,291	2,739	-	-
Total current assets	18,906	13,705	5,131	4,194
Non-current assets				
Property, plant and equipment	1,572	1,095	-	-
Intangible asset	1,360	1,455	-	-
Pledged bank deposits	1,000	1,000	-	-
Subsidiaries	-	-	2,350	2,350
Total non-current assets	3,932	3,550	2,350	2,350
Total assets	22,838	17,255	7,481	6,544
<u>LIABILITIES AND EQUITY</u>				
Current liabilities				
Bank borrowings	-	183	-	-
Trade and other payables	4,515	2,899	231	223
Current portion of finance leases	3	20	-	-
Income tax payable	516	1	4	-
Total current liabilities	5,034	3,103	235	223
Non-current liabilities				
Finance leases	-	3	-	-
Deferred tax liabilities	336	281	-	-
Other payables	14	23	-	-
Total non-current liabilities	350	307	-	-
Total liabilities	5,384	3,410	235	223
Capital, reserves and non-controlling interests				
Share capital	5,245	5,245	5,245	5,245
Reserves	12,101	8,381	2,001	1,076
Total equity attributable to owners of the Company	17,346	13,626	7,246	6,321
Non-controlling interests	108	219	-	-
Total equity	17,454	13,845	7,246	6,321
Total liabilities and equity	22,838	17,255	7,481	6,544

GDS GLOBAL LIMITED
FULL YEAR FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT
FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2014

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 2014		As at 30 September 2013	
	Secured	Unsecured	Secured	Unsecured
	S\$'000	S\$'000	S\$'000	S\$'000
Amount repayable in one year or less, or on demand	3	-	180	23
Amount repayable after one year	-	-	3	-

Details of any collateral

As at 30 September 2014, secured borrowings comprised:

- Financial leases of S\$3,000 (2013: S\$23,000) which are secured by the lessors' title to the leased motor vehicles.
- Bank bills payable of Nil (2013: S\$160,000) which are secured by a pledge of the Group's bank deposits of S\$1,000,000.

GDS GLOBAL LIMITED
FULL YEAR FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT
FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2014

- 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

	Group	
	Year ended 30 September	2013
	2014	2013
	S\$'000	S\$'000
Operating activities		
Profit before tax	5,014	1,836
Adjustments for:		
Interest income	(16)	(16)
Finance costs	5	16
Depreciation of property, plant and equipment	300	270
Amortisation of intangible asset	94	94
Gain on disposal of property, plant and equipment	-(1)	(1)
Operating cash flows before movements in working capital	<u>5,397</u>	<u>2,199</u>
Inventories	448	(774)
Trade and other receivables	(2,130)	(2,815)
Trade and other payables	1,607	1,226
Cash generated from (used in) operations	<u>5,322</u>	<u>(164)</u>
Income tax paid	(38)	(686)
Net cash from (used in) operating activities	<u>5,284</u>	<u>(850)</u>
Investing activities		
Purchase of property, plant and equipment	(802)	(329)
Proceeds from disposal of property, plant and equipment	24	1
Interest received	16	16
Net cash used in investing activities	<u>(762)</u>	<u>(312)</u>
Financing activities		
Proceeds from issue of ordinary shares	-	3,600
Payment of share issue expenses	-	(235)
Repayment of bank borrowings	(183)	(229)
Repayment of obligations under finance leases	(20)	(26)
Interest paid	(5)	(16)
Capital contribution from non-controlling interests in a subsidiary	-	286
Dividends paid	(784)	-
Net cash (used in) from financing activities	<u>(992)</u>	<u>3,380</u>
Net increase in cash and cash equivalents	3,530	2,218
Cash and cash equivalents at beginning of year	<u>4,568</u>	<u>2,350</u>
Cash and cash equivalents at end of year	<u><u>8,098</u></u>	<u><u>4,568</u></u>

Note:

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

GDS GLOBAL LIMITED
FULL YEAR FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT
FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2014

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

The Group	Share capital S\$'000	Translation 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 2013	5,245	(1)	277	19	8,086	13,626	219	13,845
Total comprehensive income (loss) for the year								
Profit (loss) for the year	-	-	-	-	4,512	4,512	(106)	4,406
Other comprehensive loss for the year	-	(8)	-	-	-	(8)	(5)	(13)
Total	-	(8)	-	-	4,512	4,504	(111)	4,393
Transactions with owners, recognised directly in equity								
Dividends	-	-	-	-	(784)	(784)	-	(784)
Balance at 30 September 2014	5,245	(9)	277	19	11,814	17,346	108	17,454
Balance at 1 October 2012	1,880	6	277	19	6,360	8,542	-	8,542
Total comprehensive income (loss) for the year								
Profit (loss) for the year	-	-	-	-	1,726	1,726	(70)	1,656
Other comprehensive (loss) income for the year	-	(7)	-	-	-	(7)	3	(4)
Total	-	(7)	-	-	1,726	1,719	(67)	1,652
Transactions with owners, recognised directly in equity								
Issue of share capital	3,365	-	-	-	-	3,365	-	3,365
Capital contribution from non-controlling interests in a subsidiary	-	-	-	-	-	-	286	286
Total	3,365	-	-	-	-	3,365	286	3,651
Balance at 30 September 2013	5,245	(1)	277	19	8,086	13,626	219	13,845

GDS GLOBAL LIMITED
FULL YEAR FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT
FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2014

The Company	Share capital S\$'000	Retained earnings S\$'000	Total equity S\$'000
Balance at 1 October 2013	5,245	1,076	6,321
Total comprehensive income for the year			
Profit for the year	-	1,709	1,709
Transactions with owners, recognised directly in equity			
Dividends	-	(784)	(784)
Balance at 30 September 2014	<u>5,245</u>	<u>2,001</u>	<u>7,246</u>
Balance at 1 October 2012	1,880	(33)	1,847
Total comprehensive income for the year			
Profit for the year	-	1,109	1,109
Transactions with owners, recognised directly in equity			
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>

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.

There were no changes in the Company's share capital since the end of the previous period reported on and there were no outstanding convertibles or treasury shares held by the Company as at 30 September 2014 and 30 September 2013.

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

	<u>No of ordinary shares</u>	
	<u>As at 30 September</u>	<u>2013</u>
	2014	2013
Total number of issued shares excluding treasury shares	<u>112,000,000</u>	<u>112,000,000</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 2013.

- 5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.**

In 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 2013. 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.

- 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")

	Group	
	Year ended 30 September 2014	2013
Profit attributable to owners of the Company (S\$'000)	4,512	1,726
Weighted average number of ordinary shares ('000)	112,000	105,310
EPS - Basic and diluted (cents)	<u>4.03</u>	<u>1.64</u>

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

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:**
- current financial period reported on; and
 - immediately preceding financial year.

Net Asset Value (“NAV”)

	Group		Company	
	As at 30 September 2014	2013	As at 30 September 2014	2013
NAV per ordinary share (cents)	15.49	12.17	6.47	5.64
Number of ordinary shares used in computation of NAV per ordinary share (‘000)	112,000	112,000	112,000	112,000

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:**
- 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
 - 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 2014 (“FY2014”) was S\$23.87 million with an increase of S\$8.21 million or 52.4% as compared to S\$15.66 million for the financial year ended 30 September 2013 (“FY2013”). 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 as well as delayed projects which spilled over from FY2013.

Gross profit

Gross profit increased by S\$3.43 million or 44.8% from S\$7.66 million in FY2013 to S\$11.09 million in FY2014. Gross profit margin decreased marginally from 48.9% in FY2013 to 46.5% in FY2014.

Other operating income

Other operating income decreased marginally by S\$15,000 or 2.4% from S\$0.63 million in FY2013 to S\$0.61 million in FY2014.

Marketing and distribution expenses

Marketing and distribution expenses increased by S\$0.14 million or 21.7% from S\$0.64 million in FY2013 to S\$0.78 million in FY2014. The increase in marketing and distribution expenses was mainly attributed to the increase in transportation expenses and rental expenses of motor vehicles which was in line with the increase in revenue during the financial year.

Administrative expenses

Administrative expenses increased marginally by S\$3,000 or 0.1% to S\$5.62 million in FY2014. The increase in administrative expenses was mainly attributed to the increase in (i) employee compensation of S\$0.66 million due mainly to the increase in headcount; (ii) rental expenses of S\$0.19 million due mainly to the rental of additional dormitories for the increased number of workers; (iii) professional and consultancy fees of S\$0.17 million due mainly to the increase in legal fees incurred; and (iv) utilities charges of S\$0.06 million.

This was partially offset by the absence of professional fees and incidental expenses of S\$1.09 million in relation to the Company's IPO which occurred in FY2013.

Other operating expenses

Other operating expenses increased by S\$0.11 million or 48.1% from S\$0.23 million in FY2013 to S\$0.34 million in FY2014. The increase in other operating expenses was mainly due to the increase in impairment loss on trade receivables arising from customers placed under liquidation of S\$0.16 million.

Income tax expense

Income tax expense increased by S\$0.43 million or 237.8% from S\$0.18 million in FY2013 to S\$0.61 million in FY2014 in line with the higher profit before tax for FY2014. In addition, the increase was also attributed to the absence of the adjustments for overprovision of tax in respect of prior years of S\$0.20 million which occurred in FY2013.

Profit for the year

As a result of the above, profit for the year increased by S\$2.75 million or 166.0% from S\$1.66 million in FY2013 to S\$4.41 million in FY2014.

Review of the Group's Financial Position

Current assets

Current assets increased by S\$5.20 million from S\$13.71 million as at 30 September 2013 to S\$18.91 million as at 30 September 2014. The increase in current assets was mainly due to the increase in:

- (i) cash and cash equivalents of S\$3.53 million; and
- (ii) trade and other receivables of S\$2.12 million mainly attributed to the increase in (a) trade receivables of S\$0.74 million as a result of higher sales during the financial year; and (b) deposits of S\$1.27 million due mainly to the deposits placed for the purchase of inventories from our principals.

This was partially offset by the decrease in inventories of S\$0.45 million mainly due to lower balance of raw materials as at 30 September 2014.

Non-current assets

Non-current assets increased by S\$0.38 million from S\$3.55 million as at 30 September 2013 to S\$3.93 million as at 30 September 2014 due to the purchase of property, plant and equipment during FY2014.

Current liabilities

Current liabilities increased by S\$1.93 million from S\$3.10 million as at 30 September 2013 to S\$5.03 million as at 30 September 2014. The increase in current liabilities was mainly due to the increase in:

- (i) trade and other payables of S\$1.62 million mainly attributed to the increase in deposits received from customers; and
- (ii) income tax payable of S\$0.52 million.

This was partially offset by the decrease in bank borrowings of S\$0.18 million due to repayments during FY2014.

Non-current liabilities

Non-current liabilities increased by S\$0.04 million from S\$0.31 million as at 30 September 2013 to S\$0.35 million as at 30 September 2014 due to the increase in deferred tax liabilities of S\$0.05 million.

Capital, reserves and non-controlling interests

Total equity increased by S\$3.61 million from S\$13.85 million as at 30 September 2013 to S\$17.45 million as at 30 September 2014 mainly due to the profits earned during FY2014, partially offset by the dividends paid and changes in non-controlling interests.

Review of the Group's Cash Flows

Net cash from operating activities

In FY2014, the Group generated net cash of S\$5.40 million from operating activities before changes in working capital. The Group's net working capital outflow amounted to S\$0.07 million and was mainly due to an increase in trade and other receivables of S\$2.13 million. This was partially offset by (i) an increase in trade and other payables of S\$1.61 million; and (ii) a decrease in inventories of S\$0.45 million.

After payment of income tax of S\$0.04 million, the net cash from operating activities in FY2014 amounted to S\$5.28 million.

Net cash used in investing activities

Net cash used in investing activities amounted to S\$0.76 million due to purchase of property, plant and equipment in FY2014.

Net cash used in financing activities

Net cash used in financing activities amounted to S\$0.99 million and was mainly due to (i) payment of dividends of S\$0.78 million; and (ii) repayment of bank borrowings of S\$0.18 million.

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

No forecast or prospect statement has been previously disclosed.

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) Changes in the Singapore government's policies and regulations on the immigration and employment of foreign workers.

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 2014.

The Group also expects increasing constraints in labour supply and manpower costs in Singapore. In this regard, the Group will continue to 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	1.3 cents
Total annual dividend	S\$1,456,000
Tax rate	Tax exempt (one-tier)

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

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)

(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 a general mandate from shareholders for IPTs.

GDS GLOBAL LIMITED
FULL YEAR FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT
FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2014

14. Use of Proceeds

In accordance with the "Use of Proceeds and Listing Expenses" section of the Company's Offer Document dated 11 April 2013, 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 2014 S\$'000	Balance of Net Proceeds as at 30 September 2014 S\$'000
To acquire new machinery and equipment	600	600	-
To fund product development activities	400	91	309
Working capital and general corporate purposes	431	431	-
	1,431	1,122	309

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:

	Group		Increase/ (Decrease) %
	Year ended 30 September 2014 S\$'000	2013 S\$'000	
(a) Sales reported for first half year	12,479	5,803	115.0
(b) Operating profit after tax before deducting non-controlling interests reported for first half year	3,025	232	n.m. ⁽¹⁾
(c) Sales reported for second half year	11,393	9,857	15.6%
(d) Operating profit after tax before deducting non-controlling interests reported for second half year	1,381	1,424	(3.1)

Note:

(1) n.m. denotes not meaningful.

GDS GLOBAL LIMITED
FULL YEAR FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT
FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2014

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:

	Group	
	Year ended 30 September 2014 S\$'000	2013 S\$'000
Ordinary	1,456	784
Preference	-	-
Total	<u>1,456</u>	<u>784</u>

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 2014, 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
20 November 2014