

# NET PACIFIC FINANCIAL HOLDINGS LIMITED

## Full Year Financial Statement Announcement for the period ended 31 December 2016

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

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

	Group		
	FY2016 HK\$'000	FY2015 HK\$'000	% + / (-)
<b>Revenue</b> <sup>(1)</sup>	<b>21,659</b>	<b>25,490</b>	(15)
Other income <sup>(2)</sup>	35	94	(63)
Marketing and distribution costs	(159)	(250)	(36)
Administrative expenses	(6,489)	(6,671)	(3)
Other expenses <sup>(3)</sup>	(6,183)	(15,895)	(61)
<b>Profit before income tax</b>	<b>8,863</b>	<b>2,768</b>	220
Income tax expenses	(994)	(1,537)	(35)
<b>Profit for the year and attributable to the equity holders of the company</b>	<b>7,869</b>	<b>1,231</b>	539
<b>Other comprehensive income</b>			
Items that may subsequently be reclassified to profit or loss:			
- Changes in fair value of available-for-sale financial assets	2,475	5,767	(57)
- Reversal due to redemption of available-for-sale financial assets	-	(3,780)	NM
Other comprehensive income for the year - net of tax	2,475	1,987	25
<b>Profit representing comprehensive income for the year and attributable to the equity holders of the company</b>	<b>10,344</b>	<b>3,218</b>	221

NM: Not meaningful

#### Notes to the consolidated income statement

Profit after tax is arrived at after crediting / (charging) the following items:

	Group		
	FY2016 HK\$'000	FY2015 HK\$'000	% + / (-)
<i>(1) Revenue consists of</i>			
Interest income			
Interest income from Financing Business	16,846	19,390	(13)
Interest income from Investments	66	105	(37)
Dividend income from Financing Business	4,747	5,995	(21)
	<b>21,659</b>	<b>25,490</b>	(15)
<i>(2) Included in other income are:</i>			
Gain on redemption of available for sale financial assets	-	57	NM
Other income	35	37	(5)
	<b>35</b>	<b>94</b>	(63)
<i>(3) Included in other expenses are:</i>			
Underwriting expenses	-	1,142	NM
Foreign exchange losses	(1,257)	(9,667)	(87)
Change in fair value on financial assets at fair value through profit or loss	(27)	(32)	(16)
Provision for impairment on loans & receivables	(4,899)	(7,338)	(33)
	<b>(6,183)</b>	<b>(15,895)</b>	(61)
Depreciation for plant and equipment	(14)	(9)	56

NM: Not meaningful

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## Full Year Financial Statement Announcement for the period ended 31 December 2016

### 1(b) (i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year

	Group		Company	
	As at 31/12/16 HK\$'000	As at 31/12/15 HK\$'000	As at 31/12/16 HK\$'000	As at 31/12/15 HK\$'000
<b>ASSETS</b>				
<b>Non-current assets</b>				
Plant and equipment	20	34	20	34
Available-for-sale financial assets ("AFS")	-	11,997	-	-
Investments in subsidiaries	-	-	1,069	1,069
<b>Total non-current assets</b>	<b>20</b>	<b>12,031</b>	<b>1,089</b>	<b>1,103</b>
<b>Current assets</b>				
Loans and advances	100,532	81,230	-	-
Available-for-sale financial assets	32,593	18,121	-	-
Other receivables	35,430	27,823	91	122
Financial assets at fair value through profit or loss	1,344	1,402	-	-
Amounts due from subsidiaries	-	-	149,220	148,152
Cash and cash equivalents	4,315	24,529	1,165	1,335
<b>Total current assets</b>	<b>174,214</b>	<b>153,105</b>	<b>150,476</b>	<b>149,609</b>
<b>Total assets</b>	<b>174,234</b>	<b>165,136</b>	<b>151,565</b>	<b>150,712</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Share capital	145,105	145,105	145,105	145,105
Share option reserve	340	340	340	340
Fair value reserves - AFS	7,635	5,160	-	-
Accumulated profits	13,586	7,708	3,167	2,180
<b>Total equity</b>	<b>166,666</b>	<b>158,313</b>	<b>148,612</b>	<b>147,625</b>
<b>Current liabilities</b>				
Other payables and accrued liabilities	7,264	6,532	2,912	3,049
Current tax payable	304	291	41	38
<b>Total current liabilities</b>	<b>7,568</b>	<b>6,823</b>	<b>2,953</b>	<b>3,087</b>
<b>Total liabilities</b>	<b>7,568</b>	<b>6,823</b>	<b>2,953</b>	<b>3,087</b>
<b>Total equity and liabilities</b>	<b>174,234</b>	<b>165,136</b>	<b>151,565</b>	<b>150,712</b>

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

As at 31 December 2016		As at 31 December 2015	
Secured	Unsecured	Secured	Unsecured
HK\$'000	HK\$'000	HK\$'000	HK\$'000
<b>Amount repayable in one year or less, or on demand</b>			
-	-	-	-
<b>Amount repayable after one year</b>			
-	-	-	-

Details of any collateral -

Not applicable

# NET PACIFIC FINANCIAL HOLDINGS LIMITED

## Full Year Financial Statement Announcement for the period ended 31 December 2016

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

	Group	
	FY2016 HK\$'000	FY2015 HK\$'000
<b><u>Cash flows from operating activities:</u></b>		
Profit after tax	7,869	1,231
Adjustments for:		
Depreciation for plant and equipment	14	9
Change in fair value on financial assets at fair value through profit or loss	27	32
Gain on redemption of available-for-sale financial assets	-	(57)
Income tax expenses	994	1,537
Interest income	(16,912)	(19,495)
Dividend income	(4,747)	(5,995)
Unrealised exchange differences	-	(83)
<b>Operating loss before changes in working capital</b>	<b>(12,755)</b>	<b>(22,821)</b>
(Increase) / decrease in loans and advances	(19,302)	8,894
Decrease in other receivables	5,090	11,556
Decrease in available-for-sale financial assets	-	8,439
Increase / (decrease) in other payables	234	(3,100)
<b>Net cash (used in) / generated from operations</b>	<b>(26,733)</b>	<b>2,968</b>
Interest income received	3,820	3,168
Dividend income received	5,173	3,775
Income tax paid	(483)	(169)
<b>Net cash (used in) / generated from operating activities</b>	<b>(18,223)</b>	<b>9,742</b>
<b><u>Cash flows from investing activities:</u></b>		
Acquisition of plant and equipment	-	(40)
<b>Net cash used in investing activities</b>	<b>-</b>	<b>(40)</b>
<b><u>Cash flows from financing activities:</u></b>		
Proceeds from Issuance of shares	-	4
Payment of dividends	(1,991)	(5,960)
<b>Net cash used in financing activities</b>	<b>(1,991)</b>	<b>(5,956)</b>
<b>Net (decrease) / increase in cash and cash equivalents</b>	<b>(20,214)</b>	<b>3,746</b>
Cash and cash equivalents at beginning of the financial year	24,529	20,700
Effect of exchange rate changes on cash and cash equivalents	-	83
<b>Cash and cash equivalents at end of the financial year</b>	<b>4,315</b>	<b>24,529</b>

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## Full Year Financial Statement Announcement for the period ended 31 December 2016

1(d) (i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year

	Attributable to equity holders of the Company				
	Share Capital	Share Option Reserve	Fair Value Reserve - AFS	Accumulated Profits	Total Equity
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
<b>Group</b>					
Balance as at 1/1/2015	145,101	340	3,173	12,437	161,051
Total profit for the year	-	-	-	1,231	1,231
Other comprehensive income					
- Change in fair value on available-for-sale financial assets	-	-	5,767	-	5,767
- Reversal due to redemption of available-for-sale financial assets	-	-	(3,780)	-	(3,780)
Dividend paid	-	-	-	(5,960)	(5,960)
Issuance of new shares	4	-	-	-	4
<b>Balance as at 31/12/2015</b>	<b>145,105</b>	<b>340</b>	<b>5,160</b>	<b>7,708</b>	<b>158,313</b>
Balance as at 1/1/2016	145,105	340	5,160	7,708	158,313
Total profit for the year	-	-	-	7,869	7,869
Other comprehensive income					
- Change in fair value on available-for-sale financial assets	-	-	2,475	-	2,475
Dividend paid	-	-	-	(1,991)	(1,991)
<b>Balance as at 31/12/2016</b>	<b>145,105</b>	<b>340</b>	<b>7,635</b>	<b>13,586</b>	<b>166,666</b>

	Share Capital	Share Option Reserve	Accumulated Profits	Total Equity
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
	<b>Company</b>			
Balance as at 1/1/2015	145,101	340	6,217	151,658
Total profit and comprehensive income for the year *	-	-	1,923	1,923
Issuance of new shares	4	-	-	4
Dividend paid	-	-	(5,960)	(5,960)
<b>Balance as at 31/12/2015</b>	<b>145,105</b>	<b>340</b>	<b>2,180</b>	<b>147,625</b>
Balance as at 1/1/2016	145,105	340	2,180	147,625
Total profit and comprehensive income for the year *	-	-	2,978	2,978
Dividend paid	-	-	(1,991)	(1,991)
<b>Balance as at 31/12/2016</b>	<b>145,105</b>	<b>340</b>	<b>3,167</b>	<b>148,612</b>

\* There were no other comprehensive income items.

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### Full Year Financial Statement Announcement for the period ended 31 December 2016

- 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 the 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

#### Share Capital

There were no changes in the Company's share capital between 30 June 2016 and 31 December 2016.

#### Share Options

As at 31 December 2016, the number of share options ("Options") that are outstanding under the Net Pacific Employee Share Option Scheme are as follows:

Date of grant	Number of Options outstanding as at 31 December 2015	Number of Options lapsed / cancelled during FY2016	Maximum number of Shares to be issued upon exercise of the Options outstanding as at 31 December 2016	Exercise price per share	Exercise period
9 May 2011	6,000,000	(6,000,000)	-	S\$0.035	9/5/2012 to 8/5/2016
9 May 2011	20,750,000	-	20,750,000	S\$0.035	9/5/2012 to 8/5/2021
Total	26,750,000	(6,000,000)	20,750,000		

The Options have a vesting period of one year and the share-based payment expenses were fully recognised in FY2011. No further share-based payment expenses were required to be recognised since then.

Save as disclosed above, the Company did not have any other convertibles or any treasury shares as at 31 December 2016 and 31 December 2015.

- 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.

	As at 31/12/16	As at 31/12/15
Total number of issued shares excluding treasury shares	525,630,328	525,630,328

The Company did not have any treasury shares as at 31 December 2016 and 31 December 2015.

- 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.

Not applicable. The Company did not have any treasury shares and there were no sales, transfers, disposal, cancellation or use of treasury shares as at 31 December 2016.

# NET PACIFIC FINANCIAL HOLDINGS LIMITED

## Full Year Financial Statement Announcement for the period ended 31 December 2016

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

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

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

Not applicable.

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

The Group has applied the same accounting policies and methods of computation in the preparation of its financial statements for the current reporting period compared with those adopted in the preparation of its audited financial statements for the financial year ended 31 December 2015, except as stated in Paragraph 5 below.

**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**

The Group adopted the new or amended Financial Reporting Standards ("FRS") and Interpretations of the FRS ("INT FRS") that are effective for annual periods beginning on or after 1 January 2016. The adoption of these new or amended FRS and INT FRS did not result in material changes to the Group's accounting policies and has no material effect on the amounts reported for the current financial period.

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

	Group	
	FY2016	FY2015
Earnings per ordinary share		
- Basic (Hong Kong cents)	1.50	0.23
- Diluted (Hong Kong cents)	1.50	0.23

Basic earnings per ordinary share was computed based on 525,630,328 shares (FY2015 : 525,627,353 shares) being the weighted average number of ordinary shares in issue during FY2016.

Diluted earnings per ordinary share was computed based on 525,630,328 shares (FY2015:525,627,353 shares) being the weighted average number of ordinary shares in issue during FY2016 and the outstanding Options has no dilutive effect on the earnings per ordinary share for FY2016 as they are anti-dilutive.

In respect of FY2015, both the Options and the outstanding warrants were anti-dilutive and hence had no dilutive effect on the earnings per ordinary share for FY2015. The outstanding warrants have since expired in July 2015.

**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 period reported on and (b) immediately preceding financial year**

	Group		Company	
	As at 31/12/16	As at 31/12/15	As at 31/12/16	As at 31/12/15
Net asset value per ordinary share (Hong Kong cents)	31.71	30.12	28.27	28.09

Net asset value per ordinary share was computed based on the number of ordinary shares outstanding of 525,630,328 shares as at 31 December 2016 (31 December 2015: 525,630,328).

# NET PACIFIC FINANCIAL HOLDINGS LIMITED

## Full Year Financial Statement Announcement for the period ended 31 December 2016

- 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 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**

### Background

The Company and its subsidiaries (the "**Group**") remain focused on its core business in the provision of financing services (the "**Financing Business**") in the Peoples' Republic of China ("**PRC**"), the Hong Kong Special Administrative Region (the "**HKSAR**") and Australia. Under the Financing Business, the Group's business activities are principally the provision of mezzanine loans and investments in companies with good fundamentals and growth potential. The Group also invests in short term financial instruments using cash on hand pending loan disbursement under its Financing Business as and when opportunities arise (the "**Investments**").

### Consolidated statement of comprehensive income

The Group recorded lower revenue of HK\$21.6 million in the financial year ended 31 December 2016 ("**FY2016**"), as compared to HK\$25.4 million in the financial year ended 31 December 2015 ("**FY2015**"), details of which are as follows:

	<u>FY2016</u>	<u>FY2015</u>	<u>Decrease</u>	
	HK\$'000	HK\$'000	HK\$'000	%
Financing Business	21,593	25,385	(3,792)	(15)
Investments	66	105	(39)	(37)
Total	<u>21,659</u>	<u>25,490</u>	(3,830)	(15)

Revenue from the Financing Business comprises interest income from loans extended by the Group to customers and dividend income from the Group's investments in companies. The revenue from Financing Business of HK\$21.6 million in FY2016 was HK\$3.8 million or 15% lower than the revenue of HK\$25.4 million in FY2015, due mainly to as lower interest income from certain loan portfolios in Australia in view of the slow property market.

Revenue from Investments relates to the interest income arising from the Group's investments in short term financial instruments. The lower revenue from Investment in FY2016 was mainly due to lower surplus cash invested into short term financial instruments as the Group disbursed more loans under its Financing Business.

Total operating expenses of the Group (comprising marketing and distribution costs and administrative expenses) was HK\$6.6 million in FY2016, which was HK\$0.3 million or 4% lower as compared to the total operating expenses of HK\$6.9 million in FY2015, due mainly to lower employees bonus accrued in FY2016.

Other expenses refer mainly to foreign exchange fluctuations from the revaluation of the Group's loan portfolio dominated in Australian Dollars ("**A\$**") and the provision of impairment on loans and receivables. Foreign exchange losses decreased by HK\$8.4 million to HK\$1.3 million in FY2016 due to the appreciation to A\$ against HK\$. The provision for impairment on loans and receivables mainly relates to one of the Group's loans in Australia for financing of a property project located in the mining area in the Northern part of Western Australia. The provision was made in respect of the portion of the interest which was not guaranteed by the underwriter in view of the global weakness in commodities prices which resulted in massive slowdown in the mining activities of the area. The provision in FY2016 decreased by HK\$2.4 million to HK\$4.9 million as higher provision was made in FY2015 to include the accumulated interest since loan disbursement. In FY2015, HK\$1.1 million was reversed for the underwriting fee which was not guaranteed by the underwriter. There was no such reversal recorded for FY2016.

The Group's income tax expense of HK\$1.0 million in FY2016 relates mainly to the withholding tax payable on the interest income from the loans extended to the Australian companies. The lower income tax for FY2016 as compared to FY2015 in line with the lower interest income for FY2016.

As a result of the foregoing, the Group reported a higher net profit of HK\$7.9 million in FY2016 as compared to a net profit of HK\$1.2 million in FY2015.

# NET PACIFIC FINANCIAL HOLDINGS LIMITED

## Full Year Financial Statement Announcement for the period ended 31 December 2016

### Consolidated statements of financial position

The Group's available-for-sale financial assets ("AFS") relate to the Group's investment of HK\$24.9 million by way of preference shares in the capital of customers, and were reflected at a fair value of HK\$32.6 million as at 31 December 2016, based on the valuation provided by an independent valuer. The non-current AFS as at 31 December 2015 has been reclassified as current as at 31 December 2016 as the maturity is now within one year.

The Group's total loans and advances, mainly to customers in Australia and the PRC, amounted to HK\$100.5 million as at 31 December 2016, all of which are current. The Group's loan portfolio at HK\$100.5 million was higher as at 31 December 2016 compared to HK\$81.2 million as at 31 December 2015, mainly due to the increased loan disbursements in FY2016. The Group had in aggregate 12 clients as at 31 December 2016 as compared to 10 clients as at 31 December 2015.

The Group's other receivables as at 31 December 2016 consisted mainly of interest and dividend income receivables. The Group's other receivables were higher at HK\$35.4 million as at 31 December 2016 compared to HK\$27.8 million as at 31 December 2015 mainly because the interest receivables of certain loans are accumulated over the loan tenure and are due for payment only upon maturity of loan.

The financial assets at fair value through profit or loss of the Group relate to the Group's investments in short term financial instruments using cash on hand pending further financing and investment opportunities. These investments were marked to market value as at the end of the respective financial year.

Other payables and accrued liabilities of the Group were higher at HK\$7.3 million as at 31 December 2016 as compared to HK\$6.5 million as at 31 December 2015 because the withholding tax on the interest income from the loans extended to the Australian companies are accumulative as it is only payable when the interest income is received.

### Consolidated statements of cash flow

The Group's cash and cash equivalents stood at HK\$4.3 million as at 31 December 2016.

The Group had net cash used in the operating activities of HK\$18.2 million in FY2016 due mainly to higher loan disbursements in FY2016.

The Group's net cash used in financing activities of HK\$2.0 million in FY2016 relates to the payment of the first and final dividend in respect of FY2015.

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

Not applicable as there was no forecast or prospect statement previously disclosed to the Company's shareholders.

### **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**

Although the PRC economy may be showing signs of slowing down, the Directors believe that the PRC and HKSAR continue to present opportunities for the Group's Financing Business which is targeted at small and mid-sized companies. In light of the slow-down in the property market in Australia, the Group is cautious and remains vigilant in monitoring its existing loans and investments in Australia and will limit its loan portfolio exposure to customers in Australia to no more than 60% of the Group's total loan portfolio (in HK\$ terms) for risk management purposes.

The Directors are mindful of the current market sentiment and has been making effort to ensure that the Group's investment and credit risks is well managed. As the overall global economy continues to be challenging, the Directors will continue to be prudent in deploying capital as well as executing stringent due diligence for new investments in 2017.

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**Full Year Financial Statement Announcement for the period ended 31 December 2016**


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**11 Dividend****(a) Current Financial Period Reported On**

Any dividend declared (recommended) for the current financial period reported on? **Yes**

Name of Dividend	First and final
Dividend Type	Cash
Dividend Rate (in Hong Kong cents)	0.38
Total annual dividend	HK\$2,000,000
Tax Rate	Tax exempt (one-tier)

The above proposed first and final dividend in respect of FY2016 (the "**Dividend**") is subject to approval of the Company's shareholders at the forthcoming annual general meeting of the Company.

**(b) Corresponding Period of the Immediately Preceding Financial Year**

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

Name of Dividend	First and final
Dividend Type	Cash
Dividend Rate (in Hong Kong cents)	0.38
Total annual dividend	HK\$1,991,000
Tax Rate	Tax exempt (one-tier)

**(c) Date payable / (d) Books closure date**

The payment date and the books closure date will 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**

The Company did not obtain any general mandate from its shareholders for interested person transactions ("**IPT**"). There was no IPT with value of more than S\$100,000 entered into during the financial year.

**14 Negative confirmation pursuant to Rule 705(5)**

Not applicable to announcement of full year results.

**15 Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1)**

The Company has procured signed undertakings from all its directors and executive officers based on Appendix 7H of the SGX-ST Catalist Listing Manual.

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**Full Year Financial Statement Announcement for the period ended 31 December 2016**


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**PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT**
**16 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**
**BUSINESS SEGMENTS**

	Financing Business		Investments		Consolidated	
	FY2016 HK\$'000	FY2015 HK\$'000	FY2016 HK\$'000	FY2015 HK\$'000	FY2016 HK\$'000	FY2015 HK\$'000
<b>Revenue by segments</b>						
Total revenue by segments	21,593	25,385	66	105	21,659	25,490
External revenue	21,593	25,385	66	105	21,659	25,490
<b>Segment profit</b>	<b>14,684</b>	<b>8,898</b>	<b>40</b>	<b>73</b>	<b>14,724</b>	<b>8,971</b>
Unallocated expenses					(5,861)	(6,203)
Profit before tax					8,863	2,768
Income tax expense					(994)	(1,537)
<b>Profit for the year</b>					<b>7,869</b>	<b>1,231</b>

	Financing Business		Investments		Consolidated	
	FY2016 HK\$'000	FY2015 HK\$'000	FY2016 HK\$'000	FY2015 HK\$'000	FY2016 HK\$'000	FY2015 HK\$'000
Segment assets	171,613	162,242	1,344	1,402	172,957	163,644
Unallocated assets					1,277	1,492
<b>Consolidated total assets</b>					<b>174,234</b>	<b>165,136</b>
Segment liabilities	4,615	3,736	-	-	4,615	3,736
Unallocated liabilities					2,953	3,087
<b>Consolidated total liabilities</b>					<b>7,568</b>	<b>6,823</b>

**GEOGRAPHICAL SEGMENTS**

The breakdown of the Group's revenue based on the country of incorporation of clients is set out below:

	Singapore		PRC & Hong Kong		British Virgin Islands		Australia		Total	
	FY2016 HK\$'000	FY2015 HK\$'000	FY2016 HK\$'000	FY2015 HK\$'000	FY2016 HK\$'000	FY2015 HK\$'000	FY2016 HK\$'000	FY2015 HK\$'000	FY2016 HK\$'000	FY2015 HK\$'000
<b>Revenue</b>										
External sales	-	-	3,925	2,828	4,747	5,995	12,987	16,667	21,659	25,490
<b>Non-current assets</b>	20	34	-	11,997	-	-	-	-	20	12,031

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**Full Year Financial Statement Announcement for the period ended 31 December 2016**


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

Please refer to Paragraph 8.

**18 A breakdown of sales**

	Group		
	FY2016	FY2015	+ / ( - )
	HK\$'000	HK\$'000	%
(a) Sales reported for first half year	10,599	12,789	(17)
(b) Operating profit after tax before deducting minority interests reported for first half year	6,383	1,496	327
(c) Sales reported for second half year	11,060	12,701	(13)
(d) Operating profit after tax before deducting minority interests reported for second half year	1,486	(265)	(661)

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

Total Annual Dividend

	FY2016 <sup>(1)</sup>	FY2015 <sup>(2)</sup>
	HK\$'000	HK\$'000
Ordinary	2,000	1,991
Preference	-	-
Total	2,000	1,991

(1) Based on the first and final dividend of 0.38 Hong Kong cents per share proposed in respect of FY2016.

(2) Based on the first and final dividend of 0.38 Hong Kong cents per share paid in respect of FY2015.

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**Full Year Financial Statement Announcement for the period ended 31 December 2016**


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**20 Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(10). If there are no such persons, the issuer must make an appropriate negative statement.**

Name	Age	Family relationship with any director, and / or substantial shareholder	Current position and duties and the year the position was held	Details of changes in duties and positions held, if any, during the year
Chin Nyok Tow	49	Sister of Chin Fook Lai, a non-executive director of the Company	<p><u>Position</u> Administrative Manager</p> <p><u>Duties</u> Overseeing the human resource and administrative functions of the group</p> <p><u>First held</u> Year 2007</p>	No changes in duties and position held during the year.

**BY ORDER OF THE BOARD**

Ong Chor Wei @ Alan Ong  
Chief Executive Officer  
27 February 2017

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor") for compliance with the Singapore Exchange Securities Trading Limited (the "SGX-ST") Listing Manual Section B: Rules of Catalist. The Sponsor has not verified the contents of this announcement.*

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

*The contact person for the Sponsor is Ms Keng Yeng Pheng, Associate Director, Continuing Sponsorship, at 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, telephone (65) 6229 8088.*