



ENGRO CORPORATION LIMITED
(Incorporated in the Republic of Singapore)
Co. Reg. No. 197302229H

FULL YEAR FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE YEAR ENDED 31 DECEMBER 2013

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.

	Group			Group		
	4Q13 S\$'000	4Q12 S\$'000	% Change	FY 2013 S\$'000	FY 2012 S\$'000	% Change
Continuing operations						
Revenue	40,732	39,300	3.6	166,086	137,543	20.8
Changes in inventories of finished goods and work-in-progress	2,349	6,050	(61.2)	484	4,490	(89.2)
Raw materials	(31,380)	(34,543)	(9.2)	(119,909)	(102,865)	16.6
(Loss)/ Gain on disposal of property, plant and equipment	(118)	-	n.m.	(112)	18	n.m.
Loss on disposal of investment	(1)	(6)	(84.4)	(51)	(10)	n.m.
Investment (loss)/ income	(58)	83	n.m.	349	221	57.6
Loss on disposal of subsidiary	-	-	n.m.	-	(17)	n.m.
Interest income	66	50	32.0	199	235	(15.3)
Dividend income	78	170	(54.1)	1,288	1,373	(6.2)
Other income	222	441	(49.7)	859	2,113	(59.3)
Exchange gain/ (loss)	89	(295)	n.m.	813	(1,292)	n.m.
Allowance for doubtful receivables and bad debts written off	(27)	(91)	(70.3)	(28)	(99)	(71.7)
Depreciation of property, plant and equipment	(725)	(547)	32.5	(2,706)	(2,231)	21.3
Gain on disposal of investment on financial assets available for sales	415	-	n.m.	453	125	n.m.
Allowance for impairment on investments	(737)	(138)	n.m.	(970)	(370)	n.m.
Net change in fair value of financial assets held for trading	615	(210)	n.m.	1,227	(424)	n.m.
Staff costs	(3,816)	(3,316)	15.1	(14,882)	(12,947)	14.9
Rental expenses	(522)	(466)	12.0	(1,999)	(1,918)	4.2
Other expenses	(6,695)	(5,666)	18.2	(26,381)	(20,182)	30.7
Interest expenses	(2)	(6)	(66.7)	(15)	(43)	(65.1)
Profit before share of profit of associates	485	810	(40.2)	4,705	3,720	26.5
Share of profit of associates (net of tax)	2,313	3,272	(29.3)	21,470	7,896	n.m.
Profit from ordinary activities before taxation	2,798	4,082	(31.5)	26,175	11,616	n.m.
Income tax credit/ (expense)	403	3	n.m.	(326)	(288)	13.2
Net profit for the period ended	3,201	4,085	(21.6)	25,849	11,328	n.m.

Attributable to:

Equity holders of the Company	3,204	4,094	(21.7)	25,862	11,369	n.m.
Non-controlling interests	(3)	(9)	(66.7)	(13)	(41)	(68.3)
Net profit for the period ended	3,201	4,085	(21.6)	25,849	11,328	n.m.

n.m. - not meaningful

Statement of Comprehensive Income

	Group			Group		
	4Q13 S\$'000	4Q12 S\$'000	% Change	FY 2013 S\$'000	FY 2012 S\$'000	% Change
Net profit for the period ended	3,201	4,085	(21.6)	25,849	11,328	128.2
Other comprehensive income:						
Exchange differences on translation of financial statements of foreign subsidiaries and associates	1,065	(190)	n.m.	3,127	(2,269)	n.m.
Exchange differences on translation of a disposed foreign subsidiary	-	-	n.m.	-	(532)	n.m.
Exchange differences on monetary items forming part of net investment	173	(54)	n.m.	1,214	(2,234)	n.m.
Net change in fair value of equity securities available for sale transferred to profit or loss	323	138	133.3	517	245	110.6
Net change in fair value of equity securities available for sale	(424)	625	n.m.	225	1,167	(80.7)
Other comprehensive (loss)/ income for the period, net of tax	1,137	519	119.0	5,083	(3,623)	n.m.
Total comprehensive income for the period	4,338	4,604	(5.8)	30,932	7,705	301.4

Total comprehensive income attributable to:

Equity holders of the Company	4,341	4,613	(5.9)	30,945	7,746	299.5
Non-controlling interests	(3)	(9)	(66.7)	(13)	(41)	(68.3)
	4,338	4,604	(5.8)	30,932	7,705	301.4

n.m. - not meaningful

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

	Group		Company		Group	Company
	31.12.2013 S\$'000	31.12.2012 S\$'000	31.12.2013 S\$'000	31.12.2012 S\$'000	% Change	% Change
Non-current assets						
Property, plant and equipment	13,392	11,291	1,880	1,483	18.6	26.8
Subsidiaries	-	-	45,397	40,580	0.0	11.9
Associates	93,803	87,940	60,243	60,243	6.7	0.0
Amount due from associates	2,520	2,881	-	-	(12.5)	0.0
Other investments	18,167	16,448	1,275	1,275	10.5	0.0
Other financial assets	172	172	172	172	0.0	0.0
	128,054	118,732	108,967	103,753	7.9	5.0
Current assets						
Inventories	8,261	12,316	6,549	10,791	(32.9)	(39.3)
Trade and other receivables	36,231	48,247	39,874	49,132	(24.9)	(18.8)
Other investments	7,561	9,691	678	506	(22.0)	34.0
Cash and cash equivalents	64,707	27,730	44,425	16,965	n.m.	n.m.
	116,760	97,984	91,526	77,394	19.2	18.3
Total assets	244,814	216,716	200,493	181,147	13.0	10.7
Equity						
Share capital	85,263	84,158	85,263	84,158	1.3	1.3
Reserves	129,100	102,521	91,142	71,936	25.9	26.7
Equity attributable to equity holders of the Company	214,363	186,679	176,405	156,094	14.8	13.0
Non-controlling interests	153	166	-	-	(7.8)	0.0
Total equity	214,516	186,845	176,405	156,094	14.8	13.0
Non-current liabilities						
Loans and borrowings	3,871	2,556	154	191	51.4	(19.4)
Deferred tax liabilities	802	709	-	-	13.1	0.0
	4,673	3,265	154	191	43.1	(19.4)
Current liabilities						
Trade and other payables	23,992	25,108	15,349	16,518	(4.4)	(7.1)
Loans and borrowings	1,106	975	8,585	8,344	13.4	2.9
Current tax liabilities	527	523	-	-	0.8	0.0
	25,625	26,606	23,934	24,862	(3.7)	(3.7)
Total liabilities	30,298	29,871	24,088	25,053	1.4	(3.9)
Total equity and liabilities	244,814	216,716	200,493	181,147	13.0	10.7

Explanatory Notes to Balance Sheet

Shareholders' equity of the Group grew by S\$27.7 million to S\$214.4 million as at 31 December 2013 as compared to S\$186.7 million as at 31 December 2012. This was attributed by increase in distributable profit of S\$22.3 million, increase in fair value of equity securities of S\$0.8 million, increase in share capital resulted from shares issuance under share option scheme S\$0.3 million and foreign currency translation gain of S\$4.3 million.

Total assets for the Group amounted to S\$244.8 million as at 31 December 2013, representing S\$28.1 million or 13.0% increase from the total assets of S\$216.7 million as at 31 December 2012.

Non-Current Assets

Property, plant and equipment increased by S\$2.1 million due to new plant and machinery of S\$5.0 million in meeting business expansion partially offset by depreciation of S\$2.7 million and a disposal of S\$0.2 million.

Associate increased by S\$5.9 million was mainly attributable to increase in share of gain from associate of S\$21.5 million, translation exchange gain of S\$3.6 million offset by dividend received of S\$19.5 million.

Other investments increased by S\$1.7 million came from additional funds invested of S\$2.8 million, foreign exchange gain of S\$0.5 million and fair value changes of S\$0.2 million offset by cash distribution of S\$1.8 million.

Current Assets

Inventories fell by S\$4.1 million to S\$8.3 million as at 31 December 2013 due to reduced goods in transit.

Trade and other receivables reduced by S\$12 million due to loan repayment by an associate of S\$5.4 million and improved collection days from our Singapore Integral Cement/Ready-mix Concrete business.

Other investments were S\$2.1 million lower due to sale of equity securities amounting to S\$3.5 million offset by additional funds invested of S\$0.2 million and fair value gain in financial assets held for trading by S\$1.2 million.

Non-Current Liabilities

Loans and borrowing increased by S\$1.3 million due to additional mixer trucks purchased under hire purchase.

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

Amount repayable in one year or less, or on demand

As at 31.12.2013		As at 31.12.2012	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
1,106	-	694	281

Amount repayable after one year

As at 31.12.2013		As at 31.12.2012	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
3,871	-	2,556	-

Details of any collateral

The Group's banking facilities are secured by:

- fixed deposits amounting to S\$0.6 million,
- the hire purchase facilities of the Group are secured by the Company and its subsidiaries' plant and machinery and motor vehicles.

1(c)

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

	Group	
	FY 2013 S\$'000	FY 2012 S\$'000
Operating activities		
Profit before income tax	26,175	11,616
Adjustments for:		
Reversal for inventory obsolescence	-	(115)
Allowance for doubtful receivables	24	54
Bad debts written off	4	45
Property, plant and equipment written off	-	55
Depreciation of property, plant and equipment	2,706	2,231
Dividend income	(1,288)	(1,373)
Share-based payment transactions	28	46
Gain on disposal of investment on financial assets available for sale	(453)	(125)
Allowance of impairment loss on investments	970	370
Interest expense	15	43
Interest income	(199)	(235)
Loss on disposal of a subsidiary	-	17
Loss on disposal of investments	51	10
Loss/ (Gain) on disposal of property, plant and equipment	112	(18)
Net change in fair value of financial assets held for trading	(1,227)	424
Share of profit of associates (net of tax)	(21,470)	(7,896)
Operating profit before working capital changes	5,448	5,149
Changes in working capital:		
Inventories	4,074	(4,419)
Trade and other payables	(1,113)	4,736
Trade and other receivables	6,876	(14,254)
Cash generated from/ (used in) operating activities	15,285	(8,788)
Income tax paid	(759)	(369)
Net cash generated from/ (used in) operating activities	14,526	(9,157)
Investing activities		
Distribution from other investments	1,813	4,002
Dividends received from other investments	1,288	1,617
Dividends received from associates	19,860	4,553
Interest received	199	235
Loan to associates	-	(3,710)
Proceeds from disposal of other investments	3,557	5,019
Proceeds from disposal of property, plant and equipment	118	55
Purchase of other investments	(3,008)	(5,544)
Purchase of property, plant and equipment	(2,247)	(232)
Cash paid for investment in associates	-	(6,512)
Net cash inflow on disposal of a subsidiary	-	944
Repayment of loan received from associates	5,384	-
Net cash generated from investing activities	26,964	427
Financing activities		
Deposits pledged	4	15
Dividends paid by the Company	(3,547)	(3,547)
Interest paid	(15)	(43)
Repayment of short term borrowings	(281)	(417)
Proceeds from exercise of share options	331	30
Issue of treasury shares pursuant to exercise of share options	72	-
Purchase of treasury shares	(145)	(261)
Repayment of finance leases	(1,030)	(974)
Net cash used in financing activities	(4,611)	(5,197)
Net increase/ (decrease) in cash and cash equivalents	36,879	(13,927)
Cash and cash equivalents at beginning of period	27,120	41,450
Effect of exchange fluctuations on cash held	102	(403)
Cash and cash equivalents at end of period	64,101	27,120
Comprising:		
Fixed deposits	1,941	5,302
Bank balances	62,766	22,428
	64,707	27,730
Deposits pledged	(606)	(610)
	64,101	27,120

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

Explanatory Notes to Cash Flow Statement

The increase in cash and cash equivalents of S\$36.9 million for the current period ended 31 December 2013 as compared to a decrease of S\$13.9 million for the same period last year were attributable by higher net cash generated from operating activities of S\$23.7 million and investing activities of S\$26.5 million coupled with lower net cash used in finance activities of S\$0.6 million.

Higher net cash generated from investing activities of S\$26.5 million arose from higher dividend receipts of S\$15 million, full loan repayment from an associate of S\$5.4 million and absence of loan to an associate as well as no investment in associates in current year as compared to S\$3.7 million and S\$6.5 million expended respectively in the previous year. There was also an additional S\$2 million expenditure on plant and equipment during the year.

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.

	Share capital S\$'000	Capital reserve S\$'000	Reserve for own shares S\$'000	Share option reserve S\$'000	Foreign currency translation reserve S\$'000	Fair value reserve S\$'000	Accumulated profit/ (loss) S\$'000	Total attributable to equity holders of the parent S\$'000	Non-controlling interests S\$'000	Total equity S\$'000
Group										
At 1 January 2012	84,128	-	-	902	(4,077)	5,231	96,481	182,665	207	182,872
Total comprehensive income for the period										
Net profit for the period	-	-	-	-	-	-	11,369	11,369	(41)	11,328
Other comprehensive income										
Exchange differences on translation of financial statements of foreign subsidiaries and associates	-	-	-	-	(2,269)	-	-	(2,269)	-	(2,269)
Exchange differences on translation of a disposed foreign subsidiary	-	-	-	-	(532)	-	-	(532)	-	(532)
Exchange differences on monetary items forming part of net investment	-	-	-	-	(2,234)	-	-	(2,234)	-	(2,234)
Net change in fair value of equity securities available for sale transferred to profit or loss	-	-	-	-	-	245	-	245	-	245
Net change in fair value of equity securities available for sale	-	-	-	-	-	1,167	-	1,167	-	1,167
Total other comprehensive income	-	-	-	-	(5,035)	1,412	-	(3,623)	-	(3,623)
Total comprehensive income for the period	-	-	-	-	(5,035)	1,412	11,369	7,746	(41)	7,705
Final one-tier dividend paid of 3 cents per share	-	-	-	-	-	-	(3,547)	(3,547)	-	(3,547)
Purchase of treasury shares	-	-	(261)	-	-	-	-	(261)	-	(261)
Issue of shares under share option scheme	30	-	-	-	-	-	-	30	-	30
Share-based payment transactions	-	-	-	46	-	-	-	46	-	46
Total transactions with owners	30	-	(261)	46	-	-	(3,547)	(3,732)	-	(3,732)
At 31 December 2012	84,158	-	(261)	948	(9,112)	6,643	104,303	186,679	166	186,845
At 1 January 2013	84,158	-	(261)	948	(9,112)	6,643	104,303	186,679	166	186,845
Total comprehensive income for the period										
Net profit for the period	-	-	-	-	-	-	25,862	25,862	(13)	25,849
Other comprehensive income										
Exchange differences on translation of financial statements of foreign subsidiaries and associates	-	-	-	-	3,127	-	-	3,127	-	3,127
Exchange differences on monetary items forming part of net investment	-	-	-	-	1,214	-	-	1,214	-	1,214
Net change in fair value of equity securities available for sale transferred to profit or loss	-	-	-	-	-	517	-	517	-	517
Net change in fair value of equity securities available for sale	-	-	-	-	-	225	-	225	-	225
Total other comprehensive income	-	-	-	-	4,341	742	-	5,083	-	5,083
Total comprehensive income for the period	-	-	-	-	4,341	742	25,862	30,945	(13)	30,932
Contributions by and distributions to owners										
Final one-tier dividend paid of 3 cents per share	-	-	-	-	-	-	(3,547)	(3,547)	-	(3,547)
Purchase of treasury shares	-	-	(145)	-	-	-	-	(145)	-	(145)
Issue of shares under share option scheme	1,105	-	-	(774)	-	-	-	331	-	331
Share-based payment transactions	-	-	-	28	-	-	-	28	-	28
Issue of treasury shares pursuant to exercise of share options	-	(22)	104	(10)	-	-	-	72	-	72
Total transactions with owners	1,105	(22)	(41)	(756)	-	-	(3,547)	(3,261)	-	(3,261)
At 31 December 2013	85,263	(22)	(302)	192	(4,771)	7,385	126,618	214,363	153	214,516

Company	Share capital S\$'000	Capital reserve S\$'000	Reserve for own shares S\$'000	Share option reserve S\$'000	Accumulated profit/ (loss) S\$'000	Total equity S\$'000
At 1 January 2012	84,128	-	-	902	80,388	165,423
Total comprehensive income for the period						
Net loss for the period						
Other comprehensive income						
Total other comprehensive income						
Total comprehensive income for the period	-	-	-	-	(5,592)	(5,597)
Contributions by and distributions to owners						
Final one-tier dividend paid of 3 cents per share						
Share-based payment transactions	-	-	(261)	-	-	(261)
Issue of shares under share option scheme	30	-	-	-	-	30
Share-based payment transactions	-	-	-	46	-	46
Total transactions with owners	30	-	(261)	46	(3,547)	(3,732)
At 31 December 2012	84,158	-	(261)	948	71,249	156,094
At 1 January 2013	84,158	-	(261)	948	71,249	156,094
Total comprehensive income for the period						
Net profit for the period						
Other comprehensive income						
Total other comprehensive income						
Total comprehensive income for the period	-	-	-	-	23,572	23,572
Contributions by and distributions to owners						
Final one-tier dividend paid of 3 cents per share						
Purchase of treasury shares	-	-	(145)	-	-	(145)
Issue of shares under share option scheme	1,105	-	-	(774)	-	331
Share-based payment transactions	-	-	-	28	-	28
Issue of treasury shares pursuant to exercise of share options	-	(22)	104	(10)	-	72
Total transactions with owners	1,105	(22)	(41)	(756)	(3,547)	(3,261)
At 31 December 2013	85,263	(22)	(302)	192	91,274	176,405

- 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.**

Changes in share capital since the end of the previous period reported on:

	<u>Number of Shares</u>
Issued share capital of the Company (excluding treasury shares) as at 30 September 2013	118,343,500
Issue of treasury shares pursuant to exercise of employees' share options	35,000
Issued share capital of the Company (excluding treasury shares) as at 31 December 2013	<u>118,378,500</u>

There were 324,000 treasury shares held by the Company as at 31 December 2013 (31 December 2012: 288,000) and has been excluded in the above number of issued ordinary share.

As at 31 December 2013, options to subscribe to 1,587,500 ordinary shares remained unexercised (31 December 2012: 2,167,500 ordinary shares).

- 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 December 2013</u>	<u>As at 31 December 2012</u>
Total number of issued shares excluding treasury shares	<u>118,378,500</u>	<u>117,984,500</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 35,000 treasury shares issued upon the exercise of share options under employees' share scheme in Q413 (Q412: Nil).

- 2 Whether the figures have been audited, or reviewed and in accordance with which standard (e.g. the Singapore Standard on Auditing 910 (Engagements to Review Financial Statements), or an equivalent standard).**

These 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 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.**

Other than the adoption of the new and revised Financial Reporting Standards (FRS) which took effect from current year, the Group has applied the same accounting policies and methods of computation in the financial statements for the current reporting period as compared with the audited financial statements for the financial year ended 31 December 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.**

The adoption of the new and revised FRSs is assessed to have no material impact on the results of the Group and of the Company for the financial year ended 31 December 2013.

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.

Weighted average no. of shares
(excluding treasury shares)
Weighted average no. of shares on a fully diluted basis
(excluding treasury shares)

	Group		Group	
	4Q13	4Q12	FY 2013	FY 2012
Weighted average no. of shares (excluding treasury shares)	118,375,837	118,119,707	118,224,448	118,204,070
Weighted average no. of shares on a fully diluted basis (excluding treasury shares)	118,565,916	118,350,167	118,419,851	118,352,532
Earnings per ordinary shares for the period				
(i) Based on weighted average number of ordinary shares in issue (excluding treasury shares)	2.71 cents	3.47 cents	21.87 cents	9.62 cents
(ii) On a fully diluted basis (excluding treasury shares)	2.70 cents	3.46 cents	21.84 cents	9.61 cents

Earnings per ordinary shares of the period based on operating profit after tax attributable to members of the company after deducting any provision for preference dividends:-

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.

Net asset value per ordinary share

	Group		Company	
	31.12.2013	31.12.2012	31.12.2013	31.12.2012
Net asset value per ordinary share	S\$1.81	S\$1.58	S\$1.49	S\$1.32

The calculation of net asset value per ordinary share of the Group and Company was based on the net assets of the Group and the Company as at 31 December 2013 and 31 December 2012 after adjusting for non-controlling interest and 118,378,500 shares (excluding treasury shares) as at 31 December 2013 (31 December 2012: 117,984,500 shares).

8 A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss 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. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

Revenue for the Group in 4Q13 rose by 3.6% to S\$ 40.7 million from S\$ 39.3 million in 4Q12 due to increased sales from Singapore Integral Cement/Ready-mix Concrete business. Net profit before tax dipped from S\$ 4.1 million in 4Q12 to S\$ 2.8 million in 4Q13 owing to higher operating costs.

Group revenue for FY2013 was S\$166.1 million, representing 20.8% increase from the previous financial year. This was primarily attributable to higher revenue contribution from Integral Cement/Ready-mix Concrete business. Group net profit before tax rose from S\$ 11.6 million in FY2012 to S\$ 26.2 million in FY2013 due to an exceptional gain from property investment.

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

Actual results were in line with prospect statement made in 3Q 13.

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.

BCA's latest construction demand value forecast for 2014 ranges between SGD 31-38 billion compared to SGD 35.8 billion (actual) in 2013. Based on this forecast, our Singapore Integral Cement and Ready-mix Concrete business is expected to remain healthy although the tightening of foreign labour policy, rising costs of operations and increased competition remain a challenge.

China has moderated its GDP growth target from 7.7% in 2013 to 7.5% in 2014. EnGro's GGBS business is unlikely to be adversely affected since the newly introduced GDP target is predicated on what promises to be a stringent control over further expansion on production capacities in sectors which are already plagued with excess and unutilized capacities, such as steel and cement. In this respect, our additional lines in Wuhan coming into operation in 2014 proves timely.

11 Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on ? Yes

Name of Dividend	First and Final	Special
Dividend Type	Cash	Cash
Dividend Amount	3.00 cts per ordinary share	2.00 cts per ordinary share
Tax Rate	Tax exempted (1-tier)	Tax exempted (1-tier)

(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 Amount	3.00 cts per ordinary share
Tax Rate	Tax exempted (1-tier)

(c) Date payable

To be advised later.

(d) Books closure date

The dividend payment date and the notice for the closure of the Register of Members and the Transfer books of the Company for the purpose of determining entitlement to the proposed dividend will be advised after the forthcoming Annual General Meeting.

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

No dividend has been declared/ recommended for the current financial period.

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

There is no interested person transactions conducted during the financial year 2013.

No IPT mandate has been obtained from shareholders.

14 Negative confirmation pursuant to Rule 705 (5)

Not applicable.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

(This part is not applicable to Q1, Q2, Q3 or Half Year Results)

- 15 **Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.**

Business Segments	Cement and building materials S\$'000	Specialty Polymer S\$'000	Investments S\$'000	Total S\$'000
Revenue and expenses				
2013				
External revenues (representing consolidated revenue)	159,841	6,241	4	166,086
Dividend income	-	-	1,288	1,288
Reportable segment profit/ (loss) before income tax	2,962	(872)	2,431	4,521
Share of profit of associates	7,180	-	14,290	21,470
	10,142	(872)	16,721	25,991
Interest expense				(15)
Interest income				199
Income tax expense				(326)
Profit for the year				25,849
Revenue and expenses				
2012				
External revenues (representing consolidated revenue)	132,227	5,277	39	137,543
Dividend income	-	-	1,373	1,373
Reportable segment profit/ (loss) before income tax	5,000	(1,923)	451	3,528
Share of profit of associates	7,588	-	308	7,896
	12,588	(1,923)	759	11,424
Interest expense				(43)
Interest income				235
Income tax expense				(288)
Profit for the year				11,328

Geographical Segments

	Singapore S\$'000	Malaysia S\$'000	China S\$'000	Eliminations S\$'000	Total S\$'000
Revenue					
2013					
External customers	147,412	14,705	3,969	-	166,086
Inter-segment revenue	17,759	2,605	-	(20,364)	-
Total revenue	165,171	17,310	3,969	(20,364)	166,086
Revenue					
2012					
External customers	121,731	8,017	7,795	-	137,543
Inter-segment revenue	15,030	610	-	(15,640)	-
Total revenue	136,761	8,627	7,795	(15,640)	137,543

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

Refer to Para 8.

17 A breakdown of sales

	Group		
	31.12.2013 S\$'000	31.12.2012 S\$'000	% Change
Sales reported for first half year	79,948	62,474	28.0
Operating profit after tax before deducting minority interests reported for first half year	18,859	5,441	n.m.
Sales reported for second half year	86,138	75,069	14.7
Operating profit after tax before deducting minority interests reported for second half year	6,990	5,887	18.7

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

	Latest Year (S\$'000)	Previous Year (S\$'000)
Ordinary	5,935	3,547
Preference	-	-
Total :	5,935	3,547

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 (13) in the format as shown. If there is no such person, the issuer must make an appropriate negative statement.

Name	Age	Family Relationship with any Director and/or CEO and/or Substantial Shareholder	Current position and duties, and the year position was first held	Details of changes in duties and position held, if any, during the year
Mr Tan Cheng Gay	67	Brother of: (a) Mr Tan Yok Koon, an Executive director of the Company. (b) Dr Tan Choo Suan, a Substantial Shareholder of the Company (see note (1) below). (c) Ms Tan Choo Pin, a Substantial Shareholder of the Company (see note (2) below). Son of Mdm Ng Giok Oh, a Substantial Shareholder of the Company (see note (3) below).	Position: Chairman/ CEO Appointed as Chairman since 2002 Appointed as CEO since 1979 Duties: Oversees the Company's overall business activities	No Change
Mr Tan Yok Koon	65	Brother of: (a) Mr Tan Cheng Gay, Chairman/CEO of the Company. (b) Dr Tan Choo Suan, a Substantial Shareholder of the Company (see note (1) below). (c) Ms Tan Choo Pin, a Substantial Shareholder of the Company (see note (2) below). Son of Mdm Ng Giok Oh, a deemed Substantial Shareholder of the Company (see note (3) below).	Position: President, China Operations since 1 March 2005 Duties: Oversees the business activities in China	No Change

Notes:

- (1) Dr Tan Choo Suan is deemed to be a Substantial Shareholder of the Company through her shareholdings in Afro-Asia International Enterprises Pte. Limited, Afro Asia Shipping Co Pte Ltd and Performance Investment Pte Ltd.
- (2) Ms Tan Choo Pin is deemed to be a Substantial Shareholder of the Company through her shareholdings in Afro-Asia International Enterprises Pte. Limited.
- (3) Mdm Ng Giok Oh is deemed to be a Substantial Shareholder of the Company through her shareholdings in Afro Asia Shipping Co Pte Ltd and Performance Investment Pte Ltd.

BY ORDER OF THE BOARD

Tan Cheng Gay
 Chairman and CEO
 25 February 2014