



**ROWSLEY LTD.**  
(Incorporated in the Republic of Singapore)  
Company Registration No: 199908381D

**Unaudited Third Quarter Financial Statement Announcement for the period ended 31 December 2011**

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

**1(a) (i) 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 COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2011**

		Group			Group		
		3 <sup>rd</sup> quarter ended 31 December			9 months ended 31 December		
		2011	2010	Change	2011	2010	Change
		\$'000	\$'000	%	\$'000	\$'000	%
<b>Continuing operations</b>							
Sales		-	-	NM	-	-	NM
Cost of sales		-	-	NM	-	-	NM
Gross loss		-	-	NM	-	-	NM
Other (loss)/income - net	A	(1,208)	575	(310)	(955)	645	(248)
<b>Expenses</b>							
- Distribution and marketing		(39)	(59)	(34)	(96)	(165)	(42)
- General and administrative	B	(645)	(587)	10	(1,745)	(1,563)	12
- Finance		(1)	41	(102)	(3)	117	(103)
Share of (loss)/profit of associated companies	C	(258)	-	NM	(117)	3,828	(103)
(Loss)/profit before income tax		(2,151)	(30)	7,070	(2,916)	2,862	(202)
Income tax credit		-	-	-	5	-	NM
(Loss)/profit from continuing operations		(2,151)	(30)	7,070	(2,911)	2,862	(202)
<b>Discontinued operations</b>							
Loss from discontinued operations	D	(83)	(350)	(76)	(408)	(1,032)	(60)
<b>Total (loss)/ profit</b>		(2,234)	(380)	488	(3,319)	1,830	(281)
<b>Other comprehensive (loss)/income</b>							
<b>Financial assets, available-for-sale</b>							
- Fair value (loss)/gain		(165)	(1,350)	(88)	(5,145)	961	(635)
Reclassification on disposal of subsidiary		906	-	NM	906	-	NM
Currency translation differences arising from consolidation		45	8	463	-	17	(100)
<b>Other comprehensive income/(loss), net of tax</b>		786	(1,342)	(159)	(4,239)	978	(533)
<b>Total comprehensive (loss)/income for the period</b>		(1,448)	(1,722)	(16)	(7,558)	2,808	(369)
<b>(Loss)/profit attributable to:</b>							
Equity holders of the Company		(2,234)	(208)	974	(3,319)	2,336	(242)
Non-controlling interests		-	(172)	(100)	-	(506)	(100)
		(2,234)	(380)	488	(3,319)	1,830	(281)
<b>Total comprehensive (loss)/income attributable to:</b>							
Equity holders of the Company		(1,448)	(1,559)	(7)	(7,558)	3,296	(329)
Non-controlling interests		-	(163)	(100)	-	(488)	(100)
		(1,448)	(1,722)	(16)	(7,558)	2,808	(369)

NM – Not Meaningful.

## 1 (a) (ii) Notes to the Consolidated Statement of Comprehensive Income

	3 <sup>rd</sup> quarter ended 31 December			9 months ended 31 December		
	2011 \$'000	2010 \$'000	Change %	2011 \$'000	2010 \$'000	Change %
(A) Other (loss)/income consists of						
Dividend income	594	499	19	702	499	41
Rental income	-	70	(100)	-	126	(100)
Interest income	10	6	67	101	20	405
Loan interest from IBP*	19	-	NM	50	-	NM
Currency translation gain	6	-	NM	6	-	NM
Other	5	-	NM	5	-	NM
(Loss)/gain on disposal of financial assets, available-for-sale	(5)	-	NM	18	-	NM
Loss on disposal of a subsidiary	(1,837)	-	NM	(1,837)	-	NM
	<u>(1,208)</u>	<u>575</u>	<u>(310)</u>	<u>(955)</u>	<u>645</u>	<u>(248)</u>
(B) General and administrative expenses						
Employee compensation	460	377	22	1,191	925	29
Directors' fee and expenses	70	56	25	178	157	13
Professional fees	35	23	52	160	108	48
Depreciation	20	19	5	59	39	51
Rental	26	97	(73)	80	252	(68)
Others	34	15	127	77	82	(6)
	<u>645</u>	<u>587</u>	<u>10</u>	<u>1,745</u>	<u>1,563</u>	<u>12</u>
(C) Share of (loss)/profit of associated companies						
Share of (loss)/profit	(258)	-	NM	(117)	204	(157)
Reclassification from other comprehensive income - share of exchange difference	-	-	-	-	478	(100)
Reversal of impairment loss	-	-	-	-	3,146	(100)
	<u>(258)</u>	<u>-</u>	<u>NM</u>	<u>(117)</u>	<u>3,828</u>	<u>(103)</u>
(D) Loss from discontinued operations						
Sales	1	-	NM	245	-	NM
Cost	(2)	-	NM	(402)	-	NM
Gross loss	<u>(1)</u>	<u>-</u>	<u>NM</u>	<u>(157)</u>	<u>-</u>	<u>NM</u>
(Loss)/income	(37)	(18)	106	13	(123)	(111)
Expenses	(45)	(332)	(86)	(264)	(900)	(71)
Loss from discontinued operations	<u>(83)</u>	<u>(350)</u>	<u>(76)</u>	<u>(408)</u>	<u>(1,023)</u>	<u>(60)</u>
Income tax	-	-	-	-	(9)	(100)
	<u>(83)</u>	<u>(350)</u>	<u>(76)</u>	<u>(408)</u>	<u>(1,032)</u>	<u>(60)</u>

NM – Not meaningful

\* The convertible loan to International Brand Partners Private Ltd. (IBP) bears interest at 4% per annum.

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

**STATEMENT OF FINANCIAL POSITION**

	<u>Group</u>		<u>Company</u>	
	As at 31 Dec 2011 \$'000	As at 31 Mar 2011 \$'000	As at 31 Dec 2011 \$'000	As at 31 Mar 2011 \$'000
<b>ASSETS</b>				
<b>Current Assets</b>				
Cash and cash equivalents	1,673	5,960	1,671	4,752
Other receivables	2,257	387	2,024	72
Inventories	-	242	-	-
	<u>3,930</u>	<u>6,589</u>	<u>3,695</u>	<u>4,824</u>
<b>Non-current assets</b>				
Financial assets, available-for-sale	22,784	29,158	-	-
Amounts due from subsidiaries – non-trade	-	-	37,956	38,344
Investment in associated company	15,594	15,710	-	-
Investments in subsidiaries	-	-	200	200
Plant and equipment	366	1,393	366	423
Deferred income tax assets	922	-	-	-
	<u>39,666</u>	<u>46,261</u>	<u>38,522</u>	<u>38,967</u>
<b>Total assets</b>	<u>43,596</u>	<u>52,850</u>	<u>42,217</u>	<u>43,791</u>
<b>LIABILITIES</b>				
<b>Current Liabilities</b>				
Other payables	104	565	90	118
Borrowings	16,102	17,095	16,102	16,000
Current income tax liabilities	2	2	2	2
	<u>16,208</u>	<u>17,662</u>	<u>16,194</u>	<u>16,120</u>
<b>Non-current liabilities</b>				
Deferred income tax liabilities	296	538	20	20
	<u>296</u>	<u>538</u>	<u>20</u>	<u>20</u>
<b>Total liabilities</b>	<u>16,504</u>	<u>18,200</u>	<u>16,214</u>	<u>16,140</u>
<b>NET ASSETS</b>	<u>27,092</u>	<u>34,650</u>	<u>26,003</u>	<u>27,651</u>
<b>EQUITY</b>				
<b>Capital and reserves attributable to equity holders of the Company</b>				
Share capital	51,914	51,914	51,914	51,914
Currency translation reserve	-	7	-	-
Fair value reserve	(3,145)	2,000	-	-
Accumulated losses	(21,677)	(18,358)	(25,911)	(24,263)
	<u>27,092</u>	<u>35,563</u>	<u>26,003</u>	<u>27,651</u>
Non-controlling interests	-	(913)	-	-
<b>Total equity</b>	<u>27,092</u>	<u>34,650</u>	<u>26,003</u>	<u>27,651</u>

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

Amount repayable in one year or less, or on demand:

Group

As at 31 December 2011		As at 31 March 2011	
Secured	Unsecured	Secured	Unsecured
\$'000	\$'000	\$'000	\$'000
102 <sup>(1)</sup>	16,000 <sup>(2)</sup>	1,095	16,000

Amount repayable after one year:

As at 31 December 2011		As at 31 March 2011	
Secured	Unsecured	Secured	Unsecured
\$'000	\$'000	\$'000	\$'000
-	-	-	-

**Borrowings of \$16,102,000, consisting of the following:**

- 1) The \$102,000 represents a short-term borrowing, from a finance company, which is secured by the Group's certain holdings in quoted equities.
- 2) The \$16,000,000 is from a short-term, interest-free and collateral-free loan from substantial shareholder Mr Lim Eng Hock under a loan agreement dated 1 March 2011. A supplemental deed to extend the loan repayment date was signed on 31 December 2011 with Mr Lim. The proceeds from the loan were used mainly for the acquisition of 24.33% in the enlarged capital of Chenhong International Metal Holding Co., Ltd for a sum of \$15,200,000.

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.**

**STATEMENT OF CASH FLOWS**

	<u>Group</u>		<u>Group</u>	
	3 <sup>rd</sup> quarter ended 31 December		9 months ended 31 December	
	2011	2010	2011	2010
	\$'000	\$'000	\$'000	\$'000
<b>Cash flows from operating activities</b>				
Total (loss)/profit	(2,234)	(380)	(3,319)	1,830
Adjustments for :				
- Income tax expense	(5)	-	(5)	9
- Depreciation of plant and equipment	24	38	102	101
- Share of loss/(profit) of associated companies	258	-	117	(3,828)
- Gain on disposal of plant and equipment	-	-	-	(4)
- Gain on disposal of financial assets, available-for-sale	-	-	(18)	-
- Loss on disposal of a subsidiary	1,837	-	1,837	-
- Dividend income	(594)	(499)	(702)	(499)
- Interest income	(13)	(6)	(55)	(25)
- Interest expense	49	24	53	49
- Unrealised currency translation differences	78	23	7	127
<b>Operating loss before working capital changes</b>	<b>(600)</b>	<b>(800)</b>	<b>(1,983)</b>	<b>(2,240)</b>
Change in working capital :				
- Inventories	250	(1)	242	(74)
- Other receivables	251	(74)	208	(208)
- Other payables	(226)	(49)	(508)	(5)
Cash used in operations	(325)	(924)	(2,041)	(2,527)
- Interest received	13	8	55	25
- Interest paid	45	-	(6)	(25)
- Income tax paid	5	-	5	(9)
<b>Net cash used in operating activities</b>	<b>(262)</b>	<b>(916)</b>	<b>(1,987)</b>	<b>(2,536)</b>
<b>Cash flows from investing activities</b>				
Purchase of plant and equipment	-	(17)	-	(171)
Proceeds from disposal of plant and equipment	-	-	9	-
Disposal of plant and equipment	113	3	916	70
Disposal of financial asset, available-for-sale	-	-	82	-
Disposal of Subsidiary, net of cash disposed of	(611)	-	(924)	-
Loans to third parties	(159)	-	(2,128)	-
Dividend received	594	499	752	499
<b>Net cash (used in)/provided by investing activities</b>	<b>(63)</b>	<b>485</b>	<b>(1,293)</b>	<b>398</b>
<b>Cash flows from financing activities</b>				
Proceeds from borrowings	-	-	100	1,286
Repayment of borrowings	-	-	(1,107)	(1,090)
Proceeds from warrant conversion	-	*	-	*
Deposits pledged	-	-	1,202	(221)
<b>Net cash provided by/(used in) financing activities</b>	<b>-</b>	<b>-</b>	<b>195</b>	<b>(25)</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(325)</b>	<b>(431)</b>	<b>(3,085)</b>	<b>(2,163)</b>
<b>Cash and cash equivalents at beginning of financial period</b>	<b>1,998</b>	<b>5,194</b>	<b>4,758</b>	<b>6,926</b>
<b>Cash and cash equivalents at end of financial period</b>	<b>1,673</b>	<b>4,763</b>	<b>1,673</b>	<b>4,763</b>

\* Amount less than \$1,000, proceeds from warrants conversion was \$300.

**Note:**

Analysis of cash and cash equivalents shown on the statement of financial position:

	31 December 2011	31 December 2010
	\$'000	\$'000
Cash and cash equivalents as per balance sheet	1,673	5,990
Less: Bank deposits pledged	-	(1,227)
Cash and cash equivalents as per cash flow statement	1,673	4,763

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.

<u>Group</u>	← Attributable to equity holders of the Company →				Total	Non-controlling Interests	Total equity
	Share capital	Accumulated losses	Fair value reserve (a)	Currency translation reserve			
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Balance as at 31 March 2011	51,914	(18,358)	2,000	7	35,563	(913)	34,650
Total comprehensive loss for the period	-	(3,319)	(5,145)	(7)	(8,471)	913	(7,558)
Balance as at 31 December 2011	51,914	(21,677)	(3,145)	-	27,092	-	27,092
Balance as at 31 March 2010	51,914	(19,991)	2,918	(16)	34,825	-	34,825
Effects of adopting FRS 27 (revised)	-	275	-	-	275	(275)	-
Total comprehensive income for the period	-	2,336	961	17	3,314	(488)	2,826
Balance as at 31 December 2010	51,914	(17,380)	3,879	1	38,414	(763)	37,651

(a) Fair value reserve is not available for distribution.

<u>Company</u>	Share capital	Accumulated losses	Total equity
	\$'000	\$'000	\$'000
Balance as at 31 March 2011	51,914	(24,263)	27,651
Total comprehensive loss for the period	-	(1,648)	(1,648)
Balance as at 31 December 2011	51,914	(25,911)	26,003
Balance as at 31 March 2010	51,914	(23,426)	28,488
Total comprehensive loss for the period	-	(1,452)	(1,452)
Balance as at 31 December 2010	51,914	(24,878)	27,036

**1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issues, 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 was no warrant conversion in the quarter.

There was no change in the Company's share capital in the quarter.

As at 31 December 2011, the outstanding warrants were 380,019,892.

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

	As at 31 December 2011	As at 31 March 2011
Number of issued shares	886,723,331	886,723,331

The Company did not hold any treasury shares as at 31 December 2011.

**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 neither been audited nor 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.**

Yes.

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.**

Not applicable.

6. **Earnings per ordinary share (“EPS”) 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).**

	3 <sup>rd</sup> quarter ended 31 December		9 months ended 31 December	
	2011	2010	2011	2010
EPS based on number of ordinary shares in issue (cents)	(0.252)	(0.024)	(0.374)	0.263
EPS on a fully diluted basis (cents)	(0.252)	(0.024)	(0.374)	0.260

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.**

	As at	
	31 December 2011	31 March 2011
Net asset value per ordinary share of		
Group (cents)	3.06	3.91
Company (cents)	2.93	3.12

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 Statement of Comprehensive Income**

### **Third quarter ended 31 December 2011**

The Group reported a loss attributable to shareholders of \$2.23 million for the third quarter ended 31 December 2011, representing an increase of \$2.03 million from a net loss of \$208,000 in the same quarter last year.

The increase in loss amount was mainly due to recognition of a net loss on disposal of a subsidiary, San Technology Holding Pte. Ltd. ("STH") of \$1.84 million, after offsetting allowance for impairment of non-trade receivable from STH of \$3.20 million in the third quarter ended 31 December 2011.

STH was undergoing voluntary liquidation process after liquidators were appointed on 21 October 2011.

The total operating expenses from continuing operations for the third quarter in the current financial year amounted to \$685,000, representing an increase of \$80,000 from the same quarter last year. The increase was mainly due to increase in staff costs in the current quarter.

The loss from discontinued operations representing the results of STH which was in a liquidation process. The loss amount reduced from \$350,000 in the third quarter ended 31 December 2010 to \$83,000 in the same quarter this year, due mainly to scaling down of the operations of STH.

The Group recorded other comprehensive income of \$786,000 for the third quarter ended 31 December 2011, representing a change from other comprehensive loss of \$1.34 million recorded in the same quarter last year. The change was primarily due to reduction in fair value losses of available-for-sale quoted securities and offset by the result of a reclassification on disposal of STH.

The Group's earnings per share increased from negative 0.024 cents for the third quarter last year to negative 0.252 cents for the quarter under review.

### **Nine-month ended 31 December 2011**

The Group reported a loss attributable to shareholders of \$3.32 million for the nine-month ended 31 December 2011, as compared to a profit of \$2.34 million in the same period last year.

The loss was mainly due to recognition of a net loss on disposal of STH of \$1.84 million, after offsetting allowance for impairment of non-trade receivable from STH of \$3.20 million in the third quarter ended 31 December 2011.

In addition, the loss recorded in the share of result of an associated company, Chenhong International Metal Holding Co., Limited, also contributed to current period loss. In the same period last year, the Group recorded a share of profit, mainly contributed by a one-time reversal of impairment loss of \$3.15 million from associated company, UPP Holdings Limited ("UPP"). UPP was the Group's associated company until second quarter of last financial year, during which the Group's shareholdings in UPP reduced to below 20%. Correspondingly, UPP was recorded as an available-for-sale financial asset of the Group.

The total operating expenses from continuing operations for the nine-month ended 31 December 2011 amounted to \$1.84 million, representing an increase of \$233,000 from the same period last year. The increase was due to increase in staff costs in the period under review.

The loss from discontinued operations for the nine-month ended 31 December 2011 amounted to \$408,000, representing a reduction of loss amount of \$624,000 from the same period last year. The decline in the loss amount was largely due to the scaling down of the operations of STH.

Other comprehensive loss of \$4.24 million for the nine-month ended 31 December 2011 was largely due to fair value losses of available-for-sale quoted securities which was partially offset by the result of a reclassification on disposal of STH.

The Group's earnings per share decreased from 0.263 cents for nine-month ended 31 December 2010 to a negative 0.374 cents for the same period under review.

### **Review of Statement of Financial Position**

The Group's total assets decreased from \$52.85 million as at 31 March 2011 to \$43.60 million as at 31 December 2011. The decrease was largely attributed to the mark-to-market valuation for the Group's investments in quoted securities, disposal of plant and equipment and settlement of a short-term borrowing.

Total liabilities of the Group amounted to \$16.50 million as at 31 December 2011, representing a decrease of \$1.70 million as at 31 March 2011. The decrease was largely due to repayment of a short-term borrowing of \$1.10 million and decrease of deferred income tax liabilities.

The net asset value per share for the Group was 3.06 cents as at 31 December 2011, compared to 3.91 cents as at 31 March 2011.

### **Review of Statement of Cash Flow**

Net cash used in operating activities for the third quarter amounted to \$262,000, which decreased from net cash used in operating activities of \$916,000 in the same quarter last year, due mainly to net inflow generated from working capital in the current quarter.

Net cash used in investing activities for the third quarter amounted to \$63,000, which changed from net cash provided by investing activities of \$485,000 in the same quarter last year, as a result of the disposal of STH in the current quarter.

Overall, the net decrease in cash and cash equivalents for the third quarter amounted to \$325,000.

As at 31 December 2011, the Group's cash and cash equivalents amounted to \$1.67 million.

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

Not applicable.

**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.**

While the global capital markets continue to experience volatilities and uncertainty, the Group will continue to monitor its investments closely and exercise prudence while looking for other attractive investment opportunities.

### **Use of Proceeds of the Rights Issue (OIS dated 27 August 2009)**

The Company wishes to announce that to date, the net proceeds of approximately \$14.90 million from the Rights Issue have been fully utilised as follows:

- Approximately \$2.87 million had been used to provide shareholder loan to San Technology Holding Pte. Ltd.
- Approximately \$5.41 million had been used to subscribe for Rights Shares in UPP Holdings Limited.
- Approximately \$1.90 million had been used to provide convertible loan to International Brand Partners Private Ltd.
- Approximately \$0.23 million had been used to provide convertible loan to Heliconix, Inc.
- About \$4.49 million had been used for the Group's general corporate and working capital purposes.

**11. Dividend**

	<b>31 December 2011</b>	<b>31 December 2010</b>
(a) Declaration of interim (final) ordinary dividend	None	None
(b) (i) Dividend amount per share (cents)	Not applicable	Not applicable
(b) (ii) Previous corresponding period (cents)	-	-
(c) Whether the dividend is before tax, net of tax or tax exempt. IF before tax or net of tax, state the tax rate and the country where the dividend derived.	Not applicable	Not applicable
(d) The date the dividend is paid	Not applicable	Not applicable
(e) Book closure date	Not applicable	Not applicable

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

No dividend has been declared.

**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.**

Name of Interested Person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
	S\$'000	S\$'000
Mr Lim Eng Hock	0*	-

\* Please refer to item 1(b)(ii) 2) for further details.

**14. Negative Confirmation pursuant to rule 705(5)**

We, Dr Ho Tat Kin and Quek Kai Hoo, being two directors of Rowsley Ltd. (the "Company") do hereby confirm on behalf of the directors of the Company that to the best of their knowledge nothing has come to the attention of the board of directors of the Company which may render the financial statements for the 3<sup>rd</sup> quarter financial period ended 31 December 2011 to be false or misleading in any material aspect.

On behalf of the board of directors

**BY ORDER OF THE BOARD**

Dr Ho Tat Kin  
Director

Quek Kai Hoo  
Director

10 February 2012