

## FULL YEAR RESULTS \* FINANCIAL STATEMENT AND RELATED ANNOUNCEMENT

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<b>Name of Announcer *</b>	JACKSPEED CORPORATION LIMITED
<b>Company Registration No.</b>	199300300W
<b>Announcement submitted on behalf of</b>	JACKSPEED CORPORATION LIMITED
<b>Announcement is submitted with respect to *</b>	JACKSPEED CORPORATION LIMITED
<b>Announcement is submitted by *</b>	Chua Sze Chyi
<b>Designation *</b>	Joint Company Secretary
<b>Date &amp; Time of Broadcast</b>	27-Apr-2012 17:22:34
<b>Announcement No.</b>	00094

### >> ANNOUNCEMENT DETAILS

*The details of the announcement start here ...*

<b>For the Financial Period Ended *</b>	29-02-2012
<b>Description</b>	Please refer to the attachment.
<b>Attachments</b>	 <a href="#">Jackspeed_Full_Year_Results_Announcement_FY2012.pdf</a> Total size =63K (2048K size limit recommended)



**JACKSPEED CORPORATION LIMITED**  
(Incorporated in Singapore)  
Registration No. 199300300W

**FINANCIAL STATEMENT AND RELATED ANNOUNCEMENT FOR THE FULL YEAR ENDED 29 FEBRUARY 2012**

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

- 1(a) A statement of comprehensive income for the group together with a comparative statement for the corresponding year of the immediately preceding financial year.

Statement of Comprehensive Income

	Note	Group		
		Year Ended		Change %
		29 Feb 2012 S\$'000	28 Feb 2011 S\$'000	
Revenue		29,475	17,546	68.0
Cost of sales		(22,741)	(12,106)	87.8
Gross profit		6,734	5,440	23.8
<u>Other items of income</u>				
Interest income		159	51	211.8
Other credits	1	2,756	90	2,962.2
<u>Other items of expenses</u>				
Marketing and distribution costs		(996)	(1,090)	(8.6)
Administrative expenses		(5,609)	(5,155)	8.8
Finance costs		(472)	(32)	1,375.0
Other charges	1	(39)	(478)	(91.8)
Share of loss of associate		(6)	-	NA
<b>Profit/(loss) before tax</b>		<b>2,527</b>	<b>(1,174)</b>	<b>315.2</b>
Income tax expense		(138)	(141)	(2.1)
<b>Profit/(loss) after tax</b>		<b>2,389</b>	<b>(1,315)</b>	<b>281.7</b>
Profit/(loss) attributable to owners of the parent, net of tax		1,974	(1,315)	250.1
Profit attributable to non-controlling interests, net of tax		415	-	NA
		<b>2,389</b>	<b>(1,315)</b>	<b>281.7</b>
<u>Other comprehensive income/(loss), net of tax</u>				
Fair value loss on available-for-sale financial assets		(59)	-	NA
Exchange difference on translating foreign subsidiaries		17	78	(78.2)
<b>Total comprehensive income/(loss)</b>		<b>2,347</b>	<b>(1,237)</b>	<b>289.7</b>
<u>Total comprehensive income/(loss);</u>				
Attributable to owners of the parent, net of tax		1,932	(1,237)	256.2
Attributable to non-controlling interests, net of tax		415	-	NA
		<b>2,347</b>	<b>(1,237)</b>	<b>289.7</b>

**Note 1****Other credits and (other charges)**

(Allowance)/reversal of allowance for impairment of trade receivables	
Foreign exchange gains/(losses)	
Gain on disposal of property, plant and equipment	(a)
Gain on disposal of subsidiaries	(b)
Gain on disposal of available-for-sale financial assets	
Deposits written off	
Government grant and jobs credits	
Net	

Year Ended		
29 Feb 2012	28 Feb 2011	Change
S\$'000	S\$'000	%
(39)	40	(197.5)
57	(328)	117.4
2,471	18	13,627.8
210	-	NA
3	-	NA
-	(150)	(100.0)
15	32	(53.1)
<b>2,717</b>	<b>(388)</b>	<b>800.3</b>
2,756	90	2,962.2
(39)	(478)	(91.8)
<b>2,717</b>	<b>(388)</b>	<b>(800.3)</b>

Presented in profit or loss as:

Other credits	2,756	90	2,962.2
Other charges	(39)	(478)	(91.8)
Net	<b>2,717</b>	<b>(388)</b>	<b>(800.3)</b>

(a) Includes gain on disposal of property of \$1,945,000. The sale was recognised in FY2012 as approval by Jurong Town Corporation was obtained and conditions of sale were met. The sale was completed on 5 March 2012.

(b) As part of the Group's continued plans to rationalise its business, the Group has undertaken the disposal of 2 wholly-owned subsidiaries, Jackson Vehicle (Singapore) Pte Ltd ("JVS") and Strategic Icon Technologies Pte Ltd ("SIT") in FY2012, for a consideration of \$900,000 and \$1 respectively. The disposal resulted in a gain of \$210,000.

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		As at	
Note		29 Feb 2012	28 Feb 2011	29 Feb 2012	28 Feb 2011
		S\$'000	S\$'000	S\$'000	S\$'000
<b>ASSETS</b>					
<b>Non-current assets</b>					
Investment properties		6,198	1,186	-	-
Property, plant and equipment		7,657	6,012	2,020	2,044
Goodwill	2	856	-	-	-
Investment in subsidiaries		-	-	11,194	6,967
Investment in associate		244	-	-	-
Finance lease receivables		5,307	-	-	-
Available-for-sale financial assets		2,474	-	2,474	-
Deferred tax assets		46	63	20	20
<b>Total non-current assets</b>		<b>22,782</b>	<b>7,261</b>	<b>15,708</b>	<b>9,031</b>
<b>Current assets</b>					
Inventories		6,068	3,575	-	-
Trade and other receivables		8,048	2,998	4,407	1,855
Finance lease receivables		3,672	-	-	-
Other assets		974	569	32	37
Available-for-sale financial assets		1,586	-	1,586	-
Cash and cash equivalents		3,769	11,816	682	5,863
<b>Total current assets</b>		<b>24,117</b>	<b>18,958</b>	<b>6,707</b>	<b>7,755</b>
<b>Total Assets</b>		<b>46,899</b>	<b>26,219</b>	<b>22,415</b>	<b>16,786</b>
<b>EQUITY AND LIABILITIES</b>					
<b>Equity</b>					
Share capital		28,003	28,003	28,003	28,003
Accumulated losses		(2,925)	(4,899)	(11,047)	(11,548)
Other reserves		(378)	(336)	(59)	-
<b>Equity, attributable to owners of the parent</b>		<b>24,700</b>	<b>22,768</b>	<b>16,897</b>	<b>16,455</b>
Non-controlling interests		2,608	431	-	-
<b>Total equity</b>		<b>27,308</b>	<b>23,199</b>	<b>16,897</b>	<b>16,455</b>
<b>Non-current liabilities</b>					
Deferred tax liabilities		365	152	-	-
Other financial liabilities		64	-	-	-
Finance lease payables		404	7	-	-
<b>Total non-current liabilities</b>		<b>833</b>	<b>159</b>	<b>-</b>	<b>-</b>
<b>Current liabilities</b>					
Income tax payable		33	6	-	-
Trade and other payables		2,979	2,303	5,277	331
Other financial liabilities		6,731	543	241	-
Finance lease payables		9,015	9	-	-
<b>Total current liabilities</b>		<b>18,758</b>	<b>2,861</b>	<b>5,518</b>	<b>331</b>
<b>Total liabilities</b>		<b>19,591</b>	<b>3,020</b>	<b>5,518</b>	<b>331</b>
<b>Total equity and liabilities</b>		<b>46,899</b>	<b>26,219</b>	<b>22,415</b>	<b>16,786</b>

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

Amount repayable in one year or less, or on demand

As at 29 Feb 2012		As at 28 Feb 2011	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
13,182	2,564	552	-

Amount repayable after one year

As at 29 Feb 2012		As at 28 Feb 2011	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
404	64	7	-

**Details of any collateral**

The finance lease payables are secured by the lessors' charges over the leased assets.

Bank borrowings and other credit facilities are secured by mortgages on leasehold land and buildings and covered by corporate guarantees from the Company and personal guarantees from non-controlling interests.

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

**Consolidated Statement of Cash Flows**

		Group	
		Year Ended	
		29 Feb 2012	28 Feb 2011
		S\$'000	S\$'000
	<b>Note</b>		
<b>Cash flows from operating activities</b>			
Profit/(loss) before tax		2,527	(1,174)
<u>Adjustments for:</u>			
Interest income		(159)	(51)
Interest expense		472	32
Depreciation of property, plant and equipment		924	522
Depreciation of investment properties		27	27
Gain on disposal of property, plant and equipment		(2,471)	(18)
Gain on disposal of subsidiaries		(210)	-
Share of loss of associate		6	-
<b>Operating cash flows before changes in working capital</b>		<b>1,116</b>	<b>(662)</b>
Inventories		(294)	899
Trade and other receivables and finance lease receivables		(1,103)	(417)
Other assets		(153)	(210)
Trade and other payables		51	(56)
<b>Net cash used in operations before interest and tax</b>		<b>(383)</b>	<b>(446)</b>
Income taxes paid		(166)	(188)
<b>Net cash used in operating activities</b>		<b>(549)</b>	<b>(634)</b>
<b>Cash flows from investing activities</b>			
Acquisition of a subsidiary, net of cash acquired	2	(2,943)	-
Proceeds from disposal of subsidiaries, net of cash disposed	2	428	-
Proceeds from disposal of plant and equipment		735	26
Purchase of investment properties		(4,290)	-
Purchase of plant and equipment		(713)	(290)
Purchase of available-for-sale financial assets		(4,119)	-
Interest received		159	51
<b>Net cash used in investing activities</b>		<b>(10,743)</b>	<b>(213)</b>
<b>Cash flows from financing activities</b>			
Increase in/(repayment of) borrowings		4,316	(109)
Finance leases repayments		(563)	(35)
Interest paid		(472)	(32)
<b>Net cash from/(used in) financing activities</b>		<b>3,281</b>	<b>(176)</b>
<b>Net decrease in cash and cash equivalents</b>		<b>(8,011)</b>	<b>(1,023)</b>
Cash and cash equivalents, cash flow statement, beginning balance		11,804	12,745
Effect of exchange rate changes on cash and cash equivalents		(36)	82
<b>Cash and cash equivalents, cash flow statement, ending balance</b>	<b>3</b>	<b>3,757</b>	<b>11,804</b>

**Note 2**

For FY2012, the Group acquired 60% of the issued share capital of Index Credit Pte Ltd ("Index Group") and completed the sale of its 100% interest in JVS and SIT.

The aggregate effects of acquisition of subsidiary on the cash flows of the Group

	Acquisition	
	At fair values	Carrying amounts
	S\$'000	S\$'000
Identifiable assets and liabilities		
Cash and cash equivalents	557	557
Trade and other receivables	748	748
Finance lease receivables	9,088	9,088
Inventories	2,487	2,487
Investment properties	751	751
Plant and equipment	3,446	2,195
Investment in associate	262	262
Total assets	17,339	16,088
Trade and other payables	(742)	(742)
Finance lease payables	(9,979)	(9,979)
Other financial liabilities	(1,936)	(1,936)
Income tax payable	(63)	(63)
Deferred tax liabilities	(213)	-
Total liabilities	(12,933)	(12,720)
Identifiable net assets acquired	4,406	3,368
Consideration	3,500	
Add: Non-controlling interests	1,762	
	5,262	
Less: Fair value of net assets acquired	(4,406)	
Goodwill	856	
Cash consideration paid	3,500	
Less: Cash and cash equivalents in subsidiary acquired	(557)	
Net cash outflow from acquisition	2,943	

The aggregate effects of disposal of subsidiaries on the cash flows of the Group

	Disposal
	Carrying amounts
	S\$'000
Identifiable assets and liabilities	
Cash and cash equivalents	472
Trade and other receivables	128
Inventories	288
Property, plant and equipment	128
Deferred tax assets	17
Total assets	1,033
Trade and other payables	(329)
Finance lease payables	(13)
Income tax payable	(1)
Total liabilities	(343)
Identifiable net assets disposed	690
Share of identifiable net assets disposed	690
Gain on disposal	210
Cash proceeds from disposal	900
Less: Cash and cash equivalents in subsidiaries disposed	(472)
Net cash inflow on disposal	428

**Note 3****Represented by:**

Balance as per cash and cash equivalent in the statement of financial position  
Restricted cash

**Cash and cash equivalents in the consolidated cash flow statement**

29 Feb 2012	28 Feb 2011
S\$'000	S\$'000
3,769	11,816
(12)	(12)
<b>3,757</b>	<b>11,804</b>

- 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 year of the immediately preceding financial year.

Statements of Changes in Equity

	Group		Company	
	29 Feb 2012 S\$'000	28 Feb 2011 S\$'000	29 Feb 2012 S\$'000	28 Feb 2011 S\$'000
<b>Share capital</b>				
Balance at beginning of the year	28,003	28,003	28,003	28,003
<b>Balance at end of the year</b>	<b>28,003</b>	<b>28,003</b>	<b>28,003</b>	<b>28,003</b>
<b>Other reserves</b>				
Balance at beginning of the year	(336)	(414)	-	-
Total comprehensive (loss)/income for the year	(42)	78	(59)	-
<b>Balance at end of the year</b>	<b>(378)</b>	<b>(336)</b>	<b>(59)</b>	<b>-</b>
Accumulated losses				
Balance at beginning of the year	(4,899)	(3,584)	(11,548)	(8,882)
Total comprehensive income/(loss) for the year	1,974	(1,315)	501	(2,666)
<b>Balance at end of the year</b>	<b>(2,925)</b>	<b>(4,899)</b>	<b>(11,047)</b>	<b>(11,548)</b>
Equity, attributable to owners of the parent	<b>24,700</b>	<b>22,768</b>	<b>16,897</b>	<b>16,455</b>
<b>Non-controlling interests</b>				
Balance at beginning of the year	431	431	-	-
Acquisition of a subsidiary	1,762	-	-	-
Total comprehensive income for the year	415	-	-	-
<b>Balance at end of the year</b>	<b>2,608</b>	<b>431</b>	<b>-</b>	<b>-</b>
<b>Total equity</b>	<b>27,308</b>	<b>23,199</b>	<b>16,897</b>	<b>16,455</b>

- 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 year 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 of the issuer, as at the end of the current financial year reported on and as at the end of the corresponding year of the immediately preceding financial year.

There was no change to the Company's issued share capital since the end of the preceding financial year.

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

209,243,000 ordinary shares were issued as at 29 February 2012 (28 February 2011: 209,243,000).

- 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 year reported on.

The Company does not have any treasury shares.

- 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.

The Group has applied the same accounting policies and methods of computation in the Group's financial statements for the current financial year compared with the audited financial statements as at 28 February 2011 except for the adoption of the applicable new and revised Financial Reporting Standards (FRS) and INT FRS that were mandatory for the financial year beginning 1 March 2011. The adoption of these FRS and INT FRS has no significant impact on the financial statements.

- 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 of the group for the current financial year reported on and the corresponding year of the immediately preceding financial year, after deducting any provision for preference dividends:-

	Group	
	29 Feb 2012 Cents	28 Feb 2011 Cents
Earnings per ordinary share for the year based on profit/(loss) attributable to owners of the parent, net of tax		
a) Based on weighted average number of ordinary shares of 209,243,000 (2011: 209,243,000)	0.94	(0.63)
b) On a fully diluted basis	0.94	(0.63)

7 Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the:-

(a) current financial year reported on; and

(b) immediately preceding financial year.

	Group		Company	
	29 Feb 2012 Cents	28 Feb 2011 Cents	29 Feb 2012 Cents	28 Feb 2011 Cents
* Net asset value per ordinary share based on issued share capital as at the end of the financial year	13.05	11.09	8.08	7.86

\* Total equity including non-controlling interests.

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 year 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 year reported on.

In FY2012, to further expand downstream into the automotive industry, the Group acquired 60% equity in Index Credit Pte Ltd for a consideration of \$3.5 million. Index Credit Pte Ltd is a company which was incorporated on 18 September 1999 under the laws of Singapore. Index Credit is currently engaged in the business of selling, leasing and renting of commercial and motor vehicles. Index Credit is the parent company of the Index group of companies (the "Index Group") which includes wholly owned subsidiaries, Index Agency Pte Ltd and Index Motor Enterprise and an associate, Strada Automobil Pte Ltd.

Impact of acquisition from the date of acquisition

	Year Ended		
	29 Feb 2012 S\$'000	28 Feb 2011 S\$'000	Change %
Revenue	14,406	-	NA
Expenses	(13,373)	-	NA
Profit before tax from acquired subsidiary	1,033	-	NA
Tax	5	-	NA
Profit after tax from acquired subsidiary	<b>1,038</b>	-	NA
Profit after tax from acquired subsidiary attributable to non-controlling interests	<b>415</b>	-	NA
Profit after tax from acquired subsidiary attributable to owners of the parent	<b>623</b>	-	NA

For illustration purpose only and assuming the acquisition had been completed at the beginning of FY2012:

Impact of acquisition from the beginning of the financial year

	Year Ended
	29 Feb 2012 S\$'000
Revenue	20,648
Expenses	(18,770)
Profit before tax from acquired subsidiary	1,878
Tax	5
Profit after tax from acquired subsidiary	<b>1,883</b>
Profit after tax from acquired subsidiary attributable to non-controlling interests	<b>753</b>
Profit after tax from acquired subsidiary attributable to owners of the parent	<b>1,130</b>

**Statement of comprehensive income**

Group revenue in FY2012 increased by \$11.9 million or 68% to \$29.5 million from \$17.5 million compared to FY2011. This is mainly due to revenue contributed by Index Group acquired in FY2012.

The Leather, Accessories and Automotive segments accounted for 37%, 14% and 49% respectively of the Group's revenue in FY2012. Excluding the revenue contributed by the new Automotive segment, the Leather and Accessories segments accounted for 73% and 27% respectively of the revenue in FY2012 as compared to 60% and 40% in FY2011. Revenue from the Leather segment in FY2012 (\$11.0 million) remained consistent as compared to FY2011 (\$10.6 million). The \$3.0 million decrease in revenue from Accessories segment, from \$7.0 million in FY2011 to \$4.0 million in FY2012, was due to lower customer orders as a result of the Thailand flood and a project that has ended during the year.

Gross profit margin decreased by 8% mainly due to lower gross profit margin contributed by Index Group.

Other credits in FY2012 comprised mainly the gain on disposal of property, plant and equipment (\$2.5 million) and gain on disposal of subsidiaries, JVS and SIT (\$0.2 million).

Other charges in prior year FY2011 relate to foreign exchange losses (\$0.3 million) arising from weakened Euro and deposits written off (\$0.2 million).

The increase in interest income and finance costs by \$0.1 million and \$0.4 million respectively as compared to prior year was contributed by Index Group.

The decrease in marketing and distribution costs by \$0.1 million is mainly due to cost-savings from the Group's internal restructuring exercise to streamline its operations to achieve cost efficiencies (\$0.2 million). The decrease is offset by \$0.1 million marketing costs incurred by Index Group.

The increase in administrative expenses by \$0.5 million is mainly due to \$1.4 million administrative expenses incurred by Index Group. The increase is offset by cost-savings from the Group's internal restructuring exercise to streamline its operations to achieve cost efficiencies (\$0.5 million) and disposal of JVS (\$0.3 million).

The share of loss of associate relates to Strada Automobil Pte Ltd that was acquired through acquisition of Index Group.

#### **Statement of financial position**

##### **Group**

The increase in investment in associate, finance lease receivables (current and non-current), inventories and other assets is mainly due to the acquisition of Index Group.

The increase in investment properties is due to the purchase of two leasehold properties (under construction) through Index Group. The investment properties were measured at costs.

Goodwill of \$0.9 million arose from the acquisition of Index Group.

For FY2012, the Group purchased \$4.1 million of fixed-rated bonds which were classified as available-for-sale financial assets (current and non-current) and measured at their fair values.

On 18 August 2012, the Group entered into an agreement with a non-related party for the sale of a leasehold property. The leasehold property was disposed as at the end of financial year resulting in a decrease of \$1.2 million in property, plant and equipment in FY2012. The decrease is offset by \$3.2 million in plant and equipment from Index Group.

The \$5.1 million increase in trade and other receivables is mainly due to the acquisition of Index Group (\$0.9 million) and sale consideration receivable of \$3.5 million from the sale of leasehold property.

Trade and other payables increased by \$0.7 million, as compared to prior year, as a result of the acquisition of Index Group (\$1.2 million). The increase is partially offset by decrease of \$0.6 million in trade and other payables of a Thailand subsidiary due to lower purchase orders in FY2012.

The increase in current and non-current finance lease payables, other financial liabilities and deferred tax liabilities is mainly due to the acquisition of Index Group.

#### **Consolidated statement of cash flows**

Cash and cash equivalents decreased by approximately \$8.0 million in FY2012 as a result of net cash of \$2.9 million used in the acquisition of Index Group and available-for-sale financial assets (\$4.1 million).

**9 Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.**  
The Group did not issue any forecast or prospect statement to shareholders for the current financial year.

**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 financial year and the next 12 months.**  
The Group's rationalisation exercises have yielded positive results. Our existing business outlook remains challenging. The Group will continue its business rationalisation exercises.

On 23 March 2012, the Group issued 41,800,000 shares at \$0.0795 each for general working capital purposes. Net proceeds received amounted to \$3.2 million.

**11 If a decision regarding dividend has been made:-**

**(a) Whether an interim (final) ordinary dividend has been declared (recommended);**

No.

**(b)**

##### **Type of dividend**

Interim

Final

Tax rate

Group and Company	
FY2012 Cents	FY2011 Cents
Nil	Nil
Nil	Nil
Not applicable	Not applicable

**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 country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).**

Not applicable.

**d) The date the dividend is payable.**

Not applicable.

**e) The date on which Registrable Transfers received by the company (up to 5.00 pm) will be registered before entitlements to the dividend are determined.**

Not applicable.

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

No dividend has been declared or recommended for the financial year ended 29 February 2012.

**13 General mandate from shareholders for Interested Person Transaction pursuant to Rule 920**

There is no general mandate obtained from shareholders for Interested Person Transaction pursuant to Rule 920.



PART II – ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

- 14 **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**

The group's operating businesses are currently organised according to their nature of business activities. Such structural organisation is determined by the nature of risks and returns associated to each business segment and defines the management structure as well as the internal reporting system. These are grouped into the following segments and represents the basis on which the group reports its segment information:-

**Leather segment** comprises sales of leather trim to car distributors, dealers and manufacturers in automotive and aviation industries;

**Accessories segment** comprises sales of accessories to car distributors, dealers and Original Equipment Manufacturers in the automobile industry; and

**Automotive segment** comprises of sales from trading, financing and rental of motor vehicles and business of commission agents.

**FY2012**

	<b>Leather</b>	<b>Accessories</b>	<b>Automotive</b>	<b>Total</b>
	S\$'000	S\$'000	S\$'000	S\$'000
<b>Revenue</b>	<b>11,021</b>	<b>4,048</b>	<b>14,406</b>	<b>29,475</b>
<b>Segment results</b>	<b>(686)</b>	<b>2,025</b>	<b>1,501</b>	<b>2,840</b>
Interest income	144	13	2	159
Finance costs	(18)	(4)	(450)	(472)
Profit before tax				2,527
Income tax expense	(143)	-	5	(138)
<b>Profit after tax</b>				<b>2,389</b>

Depreciation expense  
Capital expenditure  
Reportable segment assets  
Reportable segment liabilities

	<b>Leather</b>	<b>Accessories</b>	<b>Automotive</b>	<b>Total</b>
	S\$'000	S\$'000	S\$'000	S\$'000
Depreciation expense	246	200	505	951
Capital expenditure	171	9	4,823	5,003
Reportable segment assets	17,792	6,026	23,298	47,116
Reportable segment liabilities	3,672	825	14,959	19,456

**FY2011**

	<b>Leather</b>	<b>Accessories</b>	<b>Automotive</b>	<b>Total</b>
	S\$'000	S\$'000	S\$'000	S\$'000
<b>Revenue</b>	<b>10,589</b>	<b>6,957</b>	<b>-</b>	<b>17,546</b>
<b>Segment results</b>	<b>(1,015)</b>	<b>210</b>	<b>-</b>	<b>(805)</b>
Interest income				51
Finance costs				(32)
Other charges				(388)
Loss before tax				(1,174)
Income tax expense				(141)
<b>Loss after tax</b>				<b>(1,315)</b>

Depreciation expense  
Capital expenditure  
Reportable segment assets  
Reportable segment liabilities

	<b>Leather</b>	<b>Accessories</b>	<b>Automotive</b>	<b>Total</b>
	S\$'000	S\$'000	S\$'000	S\$'000
Depreciation expense	315	234	-	549
Capital expenditure	140	150	-	290
Reportable segment assets	20,981	5,238	-	26,219
Reportable segment liabilities	1,305	1,715	-	3,020

**Geographical segments**

During the year, the group's main operations are located in Singapore, Malaysia and Thailand.

Revenues are attributed to countries on the basis of the customer's location.

	<b>Revenue</b>		<b>Non-current assets</b>	
	<b>FY2012</b>	<b>FY2011</b>	<b>FY2012</b>	<b>FY2011</b>
	S\$'000	S\$'000	S\$'000	S\$'000
<b>Singapore</b>	18,801	4,035	11,447	3,462
<b>Malaysia</b>	1,133	1,134	3,141	3,233
<b>Thailand</b>	3,756	6,236	367	503
<b>Europe</b>	2,959	3,249	-	-
<b>Others</b>	2,826	2,892	-	-
<b>Total</b>	<b>29,475</b>	<b>17,546</b>	<b>14,955</b>	<b>7,198</b>

- 15 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 paragraphs 8 and 10.

- 16 A breakdown of sales.

- (a) Sales reported for first half year  
 (b) Operating profit/(loss) after tax before deducting minority interests reported for the first half year  
 (c) Sales reported for second half year  
 (d) Operating profit/(loss) after tax before deducting minority interests reported for the second half year

Group		
FY2012 S\$000	FY2011 S\$000	Change %
12,489	8,934	39.8%
243	(647)	137.6%
16,986	8,612	97.2%
2,146	(668)	421.3%

- 17 A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year as follows:-

**Ordinary dividend**

- Interim exempt (one-tier)  
 Final exempt (one-tier)  
 Preference dividend

FY2012 S\$'000	FY2011 S\$'000
Nil	Nil
Nil	Nil
Nil	Nil

- 18 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(11) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.

There are no persons occupying managerial positions in the Company or any of its principal subsidiaries who are relatives of a Director or Chief Executive Officer or Substantial Shareholder of the Company.

**ON BEHALF OF THE BOARD**

YAP KIAN PENG  
 EXECUTIVE CHAIRMAN AND CHIEF EXECUTIVE OFFICER