

Financial Statements and Related Announcement::Full Yearly Results**Issuer & Securities**

Issuer/ Manager	JACKSPEED CORPORATION LIMITED
Securities	JACKSPEED CORPORATION LIMITED - SG1075914679 - J17
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Announcement Details

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Additional Details

For Financial Period Ended	28/02/2015
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JACKSPEED CORPORATION LIMITED

(Incorporated in Singapore)

Registration No. 199300300W

FINANCIAL STATEMENTS AND RELATED ANNOUNCEMENT FOR THE FULL YEAR ENDED 28 FEBRUARY 2015

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		
		28 Feb 2015 S\$'000	28 Feb 2014 S\$'000	Change %
Revenue		40,099	34,036	17.8
Cost of sales	1	(28,814)	(24,804)	16.2
Gross profit		11,285	9,232	22.2
<u>Other items of income</u>				
Interest income		392	339	15.6
Other gains	2	475	327	45.3
<u>Other items of expenses</u>				
Marketing and distribution costs	1	(523)	(481)	8.7
Administrative expenses		(7,805)	(7,567)	3.1
Finance costs		(365)	(406)	(10.1)
Other expenses	2	(231)	(650)	(64.5)
Share of loss from equity-accounted associate		-	(52)	(100.0)
Share of loss from equity-accounted joint venture		(2)	-	NA
Profit before tax from continuing operations		3,226	742	334.8
Income tax expense		(619)	(72)	759.7
Profit net of tax from continuing operations		2,607	670	289.1
Profit attributable to owners of the parent, net of tax		2,313	540	328.3
Profit attributable to non-controlling interests, net of tax		294	130	126.2
		2,607	670	289.1
<u>Other comprehensive (loss) / income, net of tax</u>				
Items that may be reclassified subsequently to profit or loss:				
Fair value (loss) / gain on available-for-sale financial assets		(2)	2	(200.0)
Reclassification of available-for-sale financial assets resulting from redemption of bonds		(13)	-	NA
Exchange differences on translating foreign operations		(37)	(447)	(91.7)
Total comprehensive income		2,555	225	1,035.6
<u>Total comprehensive income:</u>				
Attributable to owners of the parent, net of tax		2,261	95	2,280.0
Attributable to non-controlling interests, net of tax		294	130	126.2
		2,555	225	1,035.6

Note 1: Comparative figures

The Group has reclassified certain comparative figures in the Statement of Comprehensive Income.

The outward freight expenses of \$505,000 for FY2014 has been reclassified from "Marketing and distribution costs" to "Cost of sales" to more appropriately reflect the Group's gross profit.

The reclassifications are as follows:

Statement of Comprehensive Income

Cost of sales
Marketing and distribution costs

After reclassification S\$'000	Before reclassification S\$'000	Difference S\$'000
(24,804)	(24,299)	(505)
(481)	(986)	505

Note 2

Other gains and (other expenses)

Allowance for impairment of finance lease receivables
Bad debts written off - trade receivables
Bad debts written off - finance lease receivables
Foreign exchange adjustment gains / (losses)
Gain on disposal of plant and equipment
Gain on disposal of a subsidiary
Gain on disposal of available-for-sale financial assets
Negative goodwill arising from acquisition of a subsidiary
Government grant income
Provision for share of compensation to customer for product recall
Net

Year Ended			
28 Feb 2015 S\$'000	28 Feb 2014 S\$'000	Change %	
(156)	-	NA	
(41)	(103)	(60.2)	
(34)	-	NA	
232	(165)	240.6	
55	6	816.7	
-	189	(100.0)	
134	-	NA	
-	10	(100.0)	
54	122	(55.7)	
-	(382)	(100.0)	
244	(323)	175.5	
Presented in profit or loss as:			
Other gains	475	327	45.3
Other expenses	(231)	(650)	(64.5)
Net	244	(323)	175.5

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	
	28 Feb 2015 S\$'000	28 Feb 2014 S\$'000	28 Feb 2015 S\$'000	28 Feb 2014 S\$'000
ASSETS				
<u>Non-current assets</u>				
Investment properties	972	1,022	-	-
Property, plant and equipment	8,728	7,688	228	2,201
Intangible assets	1,249	1,481	-	-
Investments in subsidiaries	-	-	10,229	10,229
Investments in associates	-	1	-	-
Investment in joint venture	4	6	-*	-*
Finance lease receivables	6,510	5,252	-	-
Available-for-sale financial assets	254	257	254	257
Deferred tax assets	9	29	-	20
Total non-current assets	17,726	15,736	10,711	12,707
<u>Current assets</u>				
Inventories	5,784	5,577	-	-
Trade and other receivables	8,709	7,846	10,712	9,883
Finance lease receivables	4,850	4,520	-	-
Available-for-sale financial assets	503	1,267	503	1,267
Other assets	1,387	1,268	40	41
Cash and cash equivalents	11,167	9,145	6,354	4,542
Total current assets	32,400	29,623	17,609	15,733
Non-current asset classified as held-for-sale	1,808	-	1,808	-
Total assets	51,934	45,359	30,128	28,440
EQUITY AND LIABILITIES				
<u>Equity attributable to owners of the parent</u>				
Share capital	31,208	31,208	31,208	31,208
Retained earnings / (accumulated losses)	513	(1,800)	(5,440)	(6,356)
Other reserves	(1,058)	(1,006)	4	19
Equity attributable to owners of the parent	30,663	28,402	25,772	24,871
Non-controlling interests	2,894	2,840	-	-
Total equity	33,557	31,242	25,772	24,871
<u>Non-current liabilities</u>				
Deferred tax liabilities	246	316	-	-
Other financial liabilities	236	100	-	6
Total non-current liabilities	482	416	-	6
<u>Current liabilities</u>				
Income tax payable	326	210	-	-
Trade and other payables	4,732	3,142	3,249	2,925
Other financial liabilities	12,837	10,349	1,107	638
Total current liabilities	17,895	13,701	4,356	3,563
Total liabilities	18,377	14,117	4,356	3,569
Total equity and liabilities	51,934	45,359	30,128	28,440

* Cost of investment is less than \$1,000.

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

Amount repayable in one year or less, or on demand

As at 28 Feb 2015		As at 28 Feb 2014	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
11,735	1,102	9,778	571

Amount repayable after one year

As at 28 Feb 2015		As at 28 Feb 2014	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
236	-	100	-

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 covered by corporate guarantees from the Company and personal guarantees from non-controlling interests.

- 1(c) A statement of cash flows (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	
		28 Feb 2015	28 Feb 2014
		S\$'000	S\$'000
	Note		
Cash flows from operating activities			
Profit before tax		3,226	742
<u>Adjustments for:</u>			
Interest income		(392)	(339)
Interest expense		365	406
Negative goodwill		-	(10)
Depreciation of property, plant and equipment		1,873	1,607
Depreciation of investment properties		25	26
Amortisation of other intangible assets		188	238
Amortisation of premium on available-for-sale financial assets		8	-
Gain on disposal of plant and equipment		(55)	(6)
Gain on disposal of subsidiary		-	(189)
Gain on disposal of available-for-sale financial assets		(134)	-
Share of loss from equity-accounted associate		-	52
Share of loss from equity-accounted joint venture		2	-
Operating cash flows before changes in working capital		5,106	2,527
Inventories		(207)	2,281
Trade and other receivables		(1,414)	100
Other assets		(62)	(261)
Finance lease receivables		(1,588)	305
Trade and other payables		1,590	(1,076)
Net cash flows from operations before tax		3,425	3,876
Income taxes (paid) / refunded		(610)	114
Net cash flows from operating activities		2,815	3,990
Cash flows from investing activities			
Proceeds from disposal of plant and equipment		333	10
Proceeds from disposal of available-for-sale financial assets		3,880	-
Purchase of property, plant and equipment		(3,653)	(1,793)
Purchase of available-for-sale financial assets		(3,002)	-
Other receivables		551	(3,510)
Acquisition of subsidiaries, net of cash acquired		-	(347)
Proceeds from disposal of subsidiary, net of cash disposed		-	300
Interest received		392	339
Net cash flows used in investing activities		(1,499)	(5,001)
Cash flows from financing activities			
Dividends paid to non-controlling interests		(240)	(200)
Increase / (decrease) in borrowings		1,830	(1,369)
Finance lease repayments		(591)	(663)
Interest paid		(365)	(406)
Net cash flows from / (used in) financing activities		634	(2,638)
Net increase / (decrease) in cash and cash equivalents		1,950	(3,649)
Cash and cash equivalents, statement of cash flows, beginning balance		9,133	12,962
Effect of exchange rate changes on cash and cash equivalents		71	(180)
Cash and cash equivalents, statement of cash flows, ending balance	3	11,154	9,133
Note 3			
Represented by:			
Balance as per cash and cash equivalents in the statement of financial position		11,167	9,145
Restricted cash		(13)	(12)
Cash and cash equivalents for statement of cash flows purposes		11,154	9,133

- 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

Note	Group		Company	
	28 Feb 2015 S\$'000	28 Feb 2014 S\$'000	28 Feb 2015 S\$'000	28 Feb 2014 S\$'000
Share capital				
Balance at beginning and end of the year	31,208	31,208	31,208	31,208
Other reserves				
Balance at beginning of the year	(1,006)	(561)	19	17
Total comprehensive (loss) / income for the year	(52)	(445)	(15)	2
Balance at end of the year	(1,058)	(1,006)	4	19
Retained earnings / (accumulated losses)				
Balance at beginning of the year	(1,800)	(2,340)	(6,356)	(7,583)
Total comprehensive income for the year	2,313	540	916	1,227
Balance at end of the year	513	(1,800)	(5,440)	(6,356)
Equity attributable to owners of the parent	30,663	28,402	25,772	24,871
Non-controlling interests				
Balance at beginning of the year	2,840	2,910	-	-
Dividends paid	(240)	(200)	-	-
Total comprehensive income for the year	294	130	-	-
Balance at end of the year	2,894	2,840	-	-
Total equity	33,557	31,242	25,772	24,871

- 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.

	Group and Company	
	28 Feb 2015 No. of shares '000	28 Feb 2014 No. of shares '000
Ordinary shares of no par value		
Balance at beginning and end of the year	251,043	251,043

- 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.

251,043,579 ordinary shares are issued as at 28 February 2015 (28 February 2014: 251,043,579).

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 to the audited financial statements as at 28 February 2014 except for the adoption of the applicable new and revised Financial Reporting Standards (FRS) and the related Interpretations to FRS ("INT FRS") that are mandatory for the financial year beginning 1 March 2014. 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	
	28 Feb 2015	28 Feb 2014
Earnings per ordinary share for the year based on profit attributable to owners of the parent, net of tax	Cents	Cents
a) Based on weighted average number of ordinary shares of 251,043,579 (2014: 251,043,579)	0.92	0.22
b) On a fully diluted basis	0.92	0.22

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	
	28 Feb 2015	28 Feb 2014	28 Feb 2015	28 Feb 2014
	Cents	Cents	Cents	Cents
* Net asset value per ordinary share based on issued share capital as at the end of the financial year	13.37	12.44	10.27	9.91

* 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.

Revenue by segments

Group revenue in FY2015 increased by \$6.1 million or 18% as compared to prior year. In FY2015, the Leather, Accessories and Automotive segments accounted for 36%, 21% and 43% of the Group's revenue respectively, as compared to 40%, 16% and 44% respectively in prior year.

Leather segment

Revenue from the Leather segment increased by \$0.9 million or 7% from \$13.6 million in FY2014 to \$14.5 million in FY2015. This is mainly due to the increase in revenue contributed by Dynasty Culture Sdn Bhd ("Dynasty"), a wholly-owned subsidiary acquired in Q4FY2014, which is partially offset by the decrease in revenue due to the disposal of Jackspeed Aviation Pte Ltd ("JA") in Q3FY2014.

Accessories segment

Revenue from the Accessories segment increased by \$2.7 million or 48% from \$5.6 million in FY2014 to \$8.3 million in FY2015. This is mainly due to greater sales demand for existing products.

Automotive segment

Revenue from the Automotive segment increased by \$2.4 million or 16% from \$14.9 million in FY2014 to \$17.3 million in FY2015. This is mainly due to strengthened sales demand for used commercial vehicles.

Operating profit by segments

Leather segment

Operating loss from the Leather segment decreased by \$0.2 million from \$0.6 million in FY2014 to \$0.4 million in FY2015. This is mainly due to higher operating profits contributed by Dynasty (\$0.3 million), which was acquired in Q4FY2014.

Accessories segment

Operating profit from the Accessories segment increased by \$1.5 million from \$0.7 million in FY2014 to \$2.2 million in FY2015. This is mainly due to: (i) greater sales demand for existing products; and (ii) more effective management of existing projects, which yielded higher gross profit margin.

Automotive segment

Operating profit from the Automotive segment increased by \$0.4 million from \$0.7 million in FY2014 to \$1.1 million in FY2015. This is mainly due to strengthened sales demand for used commercial vehicles.

Statement of comprehensive income

There are no significant changes to the gross profit margins.

The increase in interest income by \$53,000 or 16% as compared to prior year is mainly due to interest income from interest-bearing loans extended to external parties in Q1FY2015.

Other gains in FY2015 mainly relate to foreign exchange adjustment gains (\$0.2 million), gain on disposal of available-for-sale financial assets (\$0.1 million), government grant income (\$54,000) and gain on disposal of plant and equipment (\$55,000). Other gains in FY2014 mainly relate to gain on disposal of JA (\$0.2 million) and government grant income (\$0.1 million).

The decrease in finance costs by \$41,000 or 10% is mainly due to the full repayment of finance leases with higher interest rates and entering of new finance leases at lower interest rates.

Other expenses in FY2015 relate to allowance for impairment of finance lease receivables (\$156,000), bad debts written off - trade receivables (\$41,000) and bad debts written off - finance lease receivables (\$34,000). Other expenses in FY2014 comprise of bad debts written off - trade receivables (\$0.1 million), foreign exchange adjustment losses (\$0.2 million) mainly in relation to the depreciation of Thai Baht for Thai Baht-denominated receivables and provision for share of compensation to customer for product recall (\$0.4 million).

The increase in income tax expense by \$0.5 million is mainly due to \$0.3 million tax expense incurred by the Accessories segment as a result of tax losses of prior years being fully utilised.

Depreciation and amortisation expense increased by \$0.2 million from \$1.9 million in FY2014 to \$2.1 million in FY2015. This is mainly due to depreciation of additions to property, plant and equipment in FY2015.

Statements of financial position

Group

The \$1.0 million increase in property, plant and equipment is mainly due to the following:

- (i) Motor vehicles transferred from inventories amounting to \$0.6 million;
- (ii) Renewal of certificates of entitlement for existing motor vehicles amounting to \$0.8 million;
- (iii) Purchase of motor vehicles amounting to \$1.0 million; and
- (iv) Purchase of a freehold property amounting to \$2.2 million.

The increase above is offset by depreciation expense of \$1.9 million and reclassification of a leasehold property amounting to \$1.8 million to non-current asset classified as held-for-sale.

The decrease in intangible assets by \$0.2 million is mainly due to the amortisation of other intangible assets.

The \$1.6 million increase in finance lease receivables (current and non-current) is mainly due to the new financing loans for motor vehicles granted during the year.

The decrease in available-for-sale financial assets (current and non-current) by \$0.8 million is due to:

- (i) the maturity of fixed-rated bonds (\$1.3 million); and
- (ii) the disposal of equity investments (\$2.5 million).

This is partially offset by:

- (i) the purchase of fixed-rated bonds (\$0.5 million); and
- (ii) the purchase of equity investments (\$2.5 million) which was subsequently disposed as mentioned above.

The \$0.9 million increase in trade and other receivables is in line with the increase in revenue during the year.

The non-current asset classified as held-for-sale (\$1.8 million) relates to a leasehold property, located at 47 Loyang Drive Singapore 508955, proposed for sale.

The \$0.1 million decrease in deferred tax liabilities is mainly due to the recognition of deferred tax income relating to other intangible assets and relating to the excess of net book values of plant and equipment over tax values.

The \$0.1 million increase in income tax payable is in line with the increase in income tax expense.

The \$1.6 million increase in trade and other payables is mainly due to:

- (i) Increase in purchases which is in line with the corresponding increase in revenue; and
- (ii) A deposit (\$0.3 million) received in relation to the proposed sale of a leasehold property aforementioned.

The \$2.6 million increase in other financial liabilities (current and non-current) is mainly due to \$0.5 million increase in trust receipts payable to a bank in relation to the trading of automotive spare parts and \$2.4 million increase in motor vehicle related finance leases.

Company

The \$2.0 million decrease in property, plant and equipment is mainly due to reclassification of a leasehold property amounting to \$1.8 million to non-current asset held-for-sale.

The decrease in available-for-sale financial assets (current and non-current) by \$0.8 million is due to:

- (i) the maturity of fixed-rated bonds (\$1.3 million); and
- (ii) the disposal of equity investments (\$2.5 million).

This is partially offset by:

- (i) the purchase of fixed-rated bonds (\$0.5 million); and
- (ii) the purchase of equity investments (\$2.5 million) which was subsequently disposed as mentioned above.

The non-current asset classified as held-for-sale (\$1.8 million) relates to a leasehold property, located at 47 Loyang Drive Singapore 508955, proposed for sale.

The \$0.3 million increase in trade and other payables is mainly due to a deposit (\$0.3 million) received in relation to the proposed sale of a leasehold property aforementioned.

The \$0.5 million increase in other financial liabilities (current and non-current) is mainly due to the increase in trust receipts payable to a bank in relation to the trading of automotive spare parts.

Consolidated statement of cash flows

Cash and cash equivalents increased by approximately \$2.0 million in FY2015 mainly as a result of net cash flows from operating activities (\$2.8 million), the interest-bearing loans (\$0.6 million), the increase in borrowings (\$1.8 million), the sale proceeds from disposal of plant and equipment (\$0.3 million) and available-for-sale financial assets (\$3.9 million). This is partially offset by the purchase of property, plant and equipment (\$3.7 million) and available-for-sale financial assets (\$3.0 million) and the repayment of financial liabilities (\$0.6 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.**

In FY2015, the Group has achieved significant improvement in the financial results, mainly due to the contributions from the Accessories and Automotive segments.

Going forward, the Group will continue its efforts in developing the existing markets, managing costs and exploring business opportunities.

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

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

No.

(b) Corresponding period of the immediately preceding financial year.

Type of dividend

Interim
Final
Tax rate

Group and Company	
FY2015	FY2014
Cents	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 28 February 2015.

- 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.

- 14 Disclose the status on the use of proceeds raised from IPO and any offerings pursuant to Chapter 8 and whether the use of proceeds is in accordance with the stated use.**

Update of the use of the net proceeds amounting to \$3,205,000 (the "Net Proceeds") raised from the placement of 41,800,000 new shares at \$0.0795 each in the capital of the Company on 26 March 2012:

Intended Uses	Net Proceeds Allocated	Net Proceeds Used to Date	Balance as at 29 April 2015	Description
	S\$'000	S\$'000	S\$'000	
Working Capital	3,205	3,205	-	General and administrative costs
Total	3,205	3,205	-	

The above utilization is in line with the intended uses of the Net Proceeds as stated in the Company's announcement dated 29 February 2012.

PART II – ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

- 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

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 with 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 automotive industry; and

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

FY2015

	Leather	Accessories	Automotive	Total
	S\$'000	S\$'000	S\$'000	S\$'000
Revenue	14,495	8,273	17,331	40,099
Operating (loss) / profit	(367)	2,213	1,112	2,958
Interest income	380	12	-	392
Finance costs	(38)	-	(327)	(365)
Other gains	213	-	30	243
Share of loss from equity-accounted joint venture	(2)	-	-	(2)
Profit before tax	186	2,225	815	3,226
Income tax expense				(619)
Profit after tax				2,607

	Leather	Accessories	Automotive	Total
	S\$'000	S\$'000	S\$'000	S\$'000
Amortisation expense	8	-	188	196
Depreciation expense	451	58	1,389	1,898
Capital expenditure	2,549	50	2,439	5,038
Total assets	27,570	4,264	20,100	51,934
Total liabilities	3,857	1,533	12,987	18,377

FY2014

	Leather	Accessories	Automotive	Total
	S\$'000	S\$'000	S\$'000	S\$'000
Revenue	13,600	5,561	14,875	34,036
Operating (loss) / profit	(560)	729	747	916
Interest income	326	13	-	339
Finance costs	(25)	-	(381)	(406)
Other gains	302	-	25	327
Other expenses	-	(382)	-	(382)
Share of loss from equity-accounted associate	-	-	(52)	(52)
Profit before tax	43	360	339	742
Income tax expense				(72)
Profit after tax				670

	Leather	Accessories	Automotive	Total
	S\$'000	S\$'000	S\$'000	S\$'000
Amortisation expense	-	-	238	238
Depreciation expense	364	113	1,156	1,633
Capital expenditure	147	12	2,260	2,419
Total assets	24,114	3,301	17,944	45,359
Total liabilities	2,204	946	10,967	14,117

Geographical segments

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

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

	Revenue		Non-current assets	
	FY2015 S\$'000	FY2014 S\$'000	FY2015 S\$'000	FY2014 S\$'000
Singapore	21,565	18,736	7,054	6,246
Malaysia	1,546	1,154	3,019	2,988
Thailand	8,273	5,559	145	147
Europe ⁽¹⁾	5,797	4,148	-	-
Australia	1,675	2,254	735	817
Others⁽²⁾	1,243	2,185	-	-
Total	40,099	34,036	10,953	10,198

⁽¹⁾ Comprises mainly Denmark, Netherlands, Belgium, Ireland, Sweden, Germany and the United Kingdom.

⁽²⁾ Comprises mainly Japan, Mauritius and New Zealand.

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 paragraphs 8, 10 and 15.

17 A breakdown of sales.

	Group		
	FY2015 S\$'000	FY2014 S\$'000	Change %
(a) Sales reported for first half year	18,630	17,980	3.6
(b) Operating profit after tax before deducting minority interests reported for the first half year	1,629	211	672.0
(c) Sales reported for second half year	21,469	16,056	33.7
(d) Operating profit after tax before deducting minority interests reported for the second half year	978	459	113.1

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

Ordinary dividend

Interim exempt (one-tier)

Final exempt (one-tier)

Preference dividend

	FY2015 S\$'000	FY2014 S\$'000
Interim exempt (one-tier)	Nil	Nil
Final exempt (one-tier)	Nil	Nil
Preference dividend	Nil	Nil

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 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 DEPUTY CHAIRMAN AND CHIEF EXECUTIVE OFFICER