



**CIVMEC LIMITED**

(Company Registration No: 201011837H)

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**FINANCIAL STATEMENTS ANNOUNCEMENT FOR THE FIRST  
QUARTER ENDED 30 SEPTEMBER 2015**

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

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

**INCOME STATEMENT**

	Group		+ / (-) %
	Q1 FY2016 S\$'000	Q1 FY2015 S\$'000	
	Sales revenue	143,840	
Cost of sales	(126,334)	(150,156)	(15.9)
<b>Gross profit</b>	<b>17,506</b>	<b>20,029</b>	<b>(12.6)</b>
Other income	391	267	46.6
Administrative expenses	(5,872)	(4,999)	17.5
Finance costs	(423)	(742)	(43.0)
<b>Profit before tax</b>	<b>11,602</b>	<b>14,555</b>	<b>(20.3)</b>
Income tax expense	(2,923)	(3,491)	(16.3)
<b>Profit for the period</b>	<b>8,679</b>	<b>11,064</b>	<b>(21.6)</b>
<u>Profit attributable to:</u>			
Owners of the Company	8,679	11,064	(21.6)
Non-controlling interest	-	-	
	<b>8,679</b>	<b>11,064</b>	<b>(21.6)</b>
Earnings per share attributable to equity holders of the Company (cents per share):			
• Basic	1.73	2.21	
• Diluted	1.73	2.21	



- 1(a)(i) An income statement and statement of comprehensive income, or a statement of comprehensive income, for the group, together with a comparative statement for the corresponding period of the immediately preceding financial year (cont'd):

**STATEMENT OF COMPREHENSIVE INCOME**

	Group		+/(-) %
	Q1 FY2016 S\$'000	Q1 FY2015 S\$'000	
<b>Profit for the period</b>	<b>8,679</b>	<b>11,064</b>	(21.6)
<u>Other comprehensive income:</u>			
<i>Items that may be reclassified subsequently to profit or loss:</i>			
Exchange differences on translation from functional currency to presentation currency	(5,446)	(8,296)	(34.3)
<b>Total comprehensive income for the period</b>	<b>3,233</b>	<b>2,768</b>	16.8
<u>Total comprehensive income attributable to:</u>			
Owners of the Company	3,233	2,768	16.8
Non-controlling interest	-	-	
	<b>3,233</b>	<b>2,768</b>	16.8

Note

For the income statement the Australian dollar is translated at average rates as prescribed below:

	<u>September 2015</u>	<u>September 2014</u>
A\$	1.0061	1.1580



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

A. Profit before income tax

The following items have been included in determining the profit before income tax:

	Q1 FY2016 S\$'000	Group Q1 FY2015 S\$'000	+ / (-) %
Gain on disposal of property, plant and equipment	16	2	684.5
Interest income on bank balances	114	206	(44.5)
Sundry revenue	255	-	

B. Finance costs

	Q1 FY2016 S\$'000	Group Q1 FY2015 S\$'000	+ / (-) %
Bank bill	154	284	(45.7)
Finance leases	253	408	(38.0)
Others	16	50	(68.7)
<b>Total Finance Costs</b>	<b>423</b>	<b>742</b>	<b>(43.0)</b>

C. Depreciation expenses

	Q1 FY2016 S\$'000	Group Q1 FY2015 S\$'000	+ / (-) %
Included in Cost of sales	1,752	1,844	(4.9)
Included in Administrative expenses	151	171	(11.7)
<b>Total Depreciation</b>	<b>1,903</b>	<b>2,015</b>	<b>(5.5)</b>



**1(b)(i) Statement of Financial Position (for the issuer and Group), together with a comparative statement as at the end of the immediately preceding financial year.**

	Group		Company	
	As at 30 Sept 2015 S\$'000	As at 30 June 2015 S\$'000	As at 30 Sept 2015 S\$'000	As at 30 June 2015 S\$'000
<b>ASSETS</b>				
<b>Current Assets</b>				
Trade and other receivables	135,983	108,466	4,418	4,446
Other current assets	1,810	162	31	13
Cash and cash equivalents	25,691	37,643	145	104
Current tax recoverable	11,104	11,610	2,394	2,591
	<u>174,588</u>	<u>157,881</u>	<u>6,988</u>	<u>7,154</u>
<b>Non-Current Assets</b>				
Investment in subsidiaries	-	-	7,559	7,836
Loans receivable	-	-	32,961	33,510
Property, plant and equipment	95,201	98,017	-	-
Intangible assets	10	10	-	-
Deferred tax assets	184	191	-	-
	<u>95,395</u>	<u>98,218</u>	<u>40,520</u>	<u>41,346</u>
<b>TOTAL ASSETS</b>	<b><u>269,983</u></b>	<b><u>256,099</u></b>	<b><u>47,508</u></b>	<b><u>48,500</u></b>
<b>LIABILITIES AND EQUITY</b>				
<b>Current Liabilities</b>				
Trade and other payables	82,799	70,967	161	186
Borrowings	14,070	12,683	-	-
Payable to related parties	-	-	3,349	3,619
Provisions	5,185	5,972	-	-
	<u>102,054</u>	<u>89,622</u>	<u>3,510</u>	<u>3,805</u>
<b>Non-Current Liabilities</b>				
Borrowings	10,693	12,718	-	-
Deferred tax liabilities	-	-	1,089	1,128
Employee benefit provisions	2,237	1,993	-	-
	<u>12,930</u>	<u>14,711</u>	<u>1,089</u>	<u>1,128</u>
<b>TOTAL LIABILITIES</b>	<b><u>114,984</u></b>	<b><u>104,333</u></b>	<b><u>4,599</u></b>	<b><u>4,933</u></b>
<b>Capital and Reserves</b>				
Share capital	37,864	37,864	37,864	37,864
Treasury stock	(11)	(11)	(11)	(11)
Other reserves	(24,023)	(18,577)	(1,718)	(184)
Retained earnings	141,170	132,491	6,774	5,898
<b>Total Equity Attributable to Owners</b>	<b><u>155,000</u></b>	<b><u>151,767</u></b>	<b><u>42,909</u></b>	<b><u>43,567</u></b>
Non-controlling interest	(1)	(1)	-	-
<b>TOTAL EQUITY</b>	<b><u>154,999</u></b>	<b><u>151,766</u></b>	<b><u>47,508</u></b>	<b><u>43,567</u></b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b><u>269,983</u></b>	<b><u>256,099</u></b>	<b><u>46,875</u></b>	<b><u>48,500</u></b>

Note

In the balance sheets, the following closing rate was used to translate the Australian dollar:

	<u>September 2015</u>	<u>June 2015</u>
A\$	0.9974	1.034



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

	Group		Group	
	As at 30 September 2015		As at 30 June 2015	
	S\$'000	S\$'000	S\$'000	S\$'000
	Secured	Unsecured	Secured	Unsecured
Amount repayable in one year or less, or on demand	14,070	-	12,683	-
Amount repayable after one year	10,693	-	12,718	-
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**Details of collaterals**

Finance leases:

The Group has S\$17.8 million (FY2015: S\$20.2 million) of finance leases for motor vehicles, workshop equipment and office fit out from non-related parties. The Group will obtain the ownership of the leased assets from the lessor at no extra cost at the end of the lease term.

Bank bill:

As at 30 September 2015, the Group has drawn S\$6.98 million (FY2015: S\$5.2 million) of its commercial bank facility.

Banking facilities for the Civmec Group are secured by:

- Interlocking Guarantee & Indemnity supported by:
  - General Security Deed – Civmec Construction & Engineering Pty Ltd and Civmec Holdings Pty Ltd
  - General Security Deed – Civmec Limited
  - General Security Deed – Civmec Construction & Engineering, Singapore Pte Ltd
- Interlocking Group Master Asset Finance Agreement
- ISDA Agreement – Australian Entities
- ISDA Agreement – Singapore Entities

Total unutilised facilities amount to approximately S\$107.4 million.



**1(c) Statement of Cash Flows (for the Group), together with a comparative statement for the corresponding period of the immediately preceding financial year.**

	Group Q1 FY2016 S\$'000	Group Q1 FY2015 S\$'000
<b>Cash Flows from Operating Activities</b>		
Profit before income tax	11,602	14,555
Adjustments for:		
Depreciation of property, plant and equipment	1,903	2,015
Gain on disposal of property, plant and equipment	(16)	(2)
Finance cost	423	742
Interest income	(114)	(206)
Foreign exchange differences	(4)	(3,205)
Operating cash flow before working capital changes	13,794	13,899
Changes in working capital:		
Increase in trade and other receivables	(31,630)	(4,365)
Increase in other current assets	(1,668)	(1,782)
Increase/(decrease) in trade and other payables	14,468	(796)
(Decrease)/increase in provisions	(263)	1,260
Cash (used in)/generated from operations	(5,299)	8,216
Interest received	114	206
Finance cost paid	(423)	(742)
Income tax refund	1,165	3,085
Income taxes paid	(3,993)	(4,814)
Net cash (used in)/generated from operating activities	(8,436)	5,591
<b>Cash Flows from Investing Activities</b>		
Proceeds from sale of property, plant and equipment	39	89
Purchase of property, plant and equipment	(2,579)	(2,460)
Net cash used in investing activities	(2,540)	(2,371)
<b>Cash flows from Financing Activities</b>		
Proceeds from borrowings	7,041	204
Repayment of borrowings	(6,778)	(12,184)
Net cash generated from/(used in) financing activities	263	(11,980)
Net decrease in cash and cash equivalents	(10,713)	(8,400)
Effects of currency translation on cash and cash equivalents	(1,239)	(1,443)
Cash and cash equivalents at the beginning of the year	37,643	32,557
Cash and cash equivalents at the end of the year	25,691	22,714



**1(d) A statement (for the issuer and the Group) showing either (i) all 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.**

GROUP	Share capital S\$'000	Treasury shares S\$'000	Merger reserve S\$'000	Other reserves			Option reserve S\$'000	Retained earnings S\$'000	Total S\$'000	Non-Controlling interest S\$'000	Total equity S\$'000
				Translation reserve S\$'000	Translation reserve S\$'000	Translation reserve S\$'000					
Balance as at 01 July 2014	37,864	(11)	9,010	(8,503)	-	227	105,685	144,272	(1)	144,271	
Profit for the year	-	-	-	-	-	-	30,308	30,308	-	30,308	
Other comprehensive income for the year:											
Exchange differences on re-translation from functional currency to presentation currency	-	-	-	(19,368)	-	-	-	(19,368)	-	(19,368)	
Total comprehensive income for the year	-	-	-	(19,368)	-	-	30,308	10,940	-	10,940	
Share based payment	-	-	-	-	-	57	-	57	-	57	
Dividend paid / declared	-	-	-	-	-	-	(3,502)	(3,502)	-	(3,502)	
Balance as at 30 June 2015	37,864	(11)	9,010	(27,871)	-	284	132,491	151,767	(1)	151,766	
Balance as at 01 July 2015	37,864	(11)	9,010	(27,871)	-	284	132,491	151,767	(1)	151,766	
Profit for the period	-	-	-	-	-	-	8,679	8,679	-	8,679	
Other comprehensive income for the period:											
Exchange differences on re-translation from functional currency to presentation currency	-	-	-	(5,446)	-	-	-	(5,446)	-	(5,446)	
Total comprehensive income for the period	-	-	-	(5,446)	-	-	8,679	3,233	-	3,233	
Share based payment	-	-	-	-	-	-	-	-	-	-	
Dividend paid / declared	-	-	-	-	-	-	-	-	-	-	
Balance as at 30 September 2015	37,864	(11)	9,010	(33,317)	-	284	141,170	155,000	(1)	154,999	





**1(d) A statement (for the issuer and the Group) showing either (i) all 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.**

**COMPANY**

Balance as at 01 July 2014

Profit for the year

Other comprehensive income for the year  
 Exchange differences on re-translation from functional  
 currency to presentation currency

Total comprehensive income for the year

Share based payment

Dividends paid during the year

Balance as at 30 June 2015

Balance as at 01 July 2015

Profit for the period

Other comprehensive income for the period:  
 Exchange differences on re-translation from functional  
 currency to presentation currency

Total comprehensive income for the period

Balance as at 30 September 2015

	Share capital S\$'000	Treasury shares S\$'000	Merger reserve S\$'000	Other reserves			Option reserve S\$'000	Retained earnings S\$'000	Total S\$'000	Non-Controlling interest S\$'000	Total equity S\$'000
				Translation reserve S\$'000	Translation reserve S\$'000	Option reserve S\$'000					
Balance as at 01 July 2014	37,864	(11)	9,010	(3,358)	-	227	6,316	50,048	-	50,048	
Profit for the year	-	-	-	-	-	-	3,084	3,084	-	3,084	
Other comprehensive income for the year	-	-	-	(6,120)	-	-	-	(6,120)	-	(6,120)	
Exchange differences on re-translation from functional currency to presentation currency	-	-	-	(6,120)	-	-	-	(6,120)	-	(6,120)	
Total comprehensive income for the year	-	-	-	-	-	57	3,084	(3,036)	-	(3,036)	
Share based payment	-	-	-	-	-	-	(3,502)	57	-	57	
Dividends paid during the year	-	-	-	-	-	-	(3,502)	(3,502)	-	(3,502)	
Balance as at 30 June 2015	37,864	(11)	9,010	(9,478)	-	284	5,898	43,567	-	43,567	
Balance as at 01 July 2015	37,864	(11)	9,010	(9,478)	-	284	5,898	43,567	-	43,567	
Profit for the period	-	-	-	-	-	-	876	876	-	876	
Other comprehensive income for the period:	-	-	-	(1,534)	-	-	-	(1,534)	-	(1,534)	
Exchange differences on re-translation from functional currency to presentation currency	-	-	-	(1,534)	-	-	-	(1,534)	-	(1,534)	
Total comprehensive income for the period	-	-	-	(1,534)	-	-	876	(658)	-	(658)	
Balance as at 30 September 2015	37,864	(11)	9,010	(11,012)	-	284	6,774	42,909	-	42,909	



- 1(d)(ii) Details of any changes in the company's share capital arising from right issue, bonus issue, share buy-back, 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 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 change in the issued and paid-up share capital of the Company since the previous financial year ended June 30 2015.

As at 30 September 2015, of the total 501,000,000 shares on issue, 15,000 shares are held as Treasury shares (30 June 2015: 15,000).

The Company has no outstanding convertibles as at 30 September 2015 and 30 June 2015.

As at 30 September 2015 there were outstanding options for 5,700,000 (30 June 2014: 6,000,000) unissued ordinary shares under the employee share option scheme. During the quarter ended 30<sup>th</sup> September 2015, 300,000 options were cancelled.

- 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.**

	<b>30 September 2015</b>	<b>30 June 2015</b>
	<u>No. of shares</u>	<u>No. of shares</u>
Balance of shares at beginning of period	501,000,000	501,000,000
Total number of shares as at end of the period	501,000,000	501,000,000
Total shares held as treasury shares	<u>15,000</u>	<u>15,000</u>
Total number of shares as at end of period, net of Treasury shares	<u>500,985,000</u>	<u>500,985,000</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 no sales, transfers, disposal, cancellation and/or use of treasury shares during the current financial period reported on. As at 30 September 2015, the Company held 15,000 of its issued shares as treasury shares.

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

These figures have not been audited, nor reviewed by the auditors.

- 3. Whether 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 adopted the same accounting policies and methods of computation in the financial statements for the current financial period as those applied for the most recent audited financial statements for the year ended 30 June 2015.

**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 period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.**

	Q1 FY2016 S\$'000	Q1 FY2015 S\$'000	3 Mths 2016 S\$'000	3 Mths 2015 S\$'000
Profit after taxation	8,679	11,064	8,679	11,064
Pre-invitation Share Capital	501,000,000	501,000,000	501,000,000	501,000,000
Weighted average number of shares				
• Basic	500,985,000	500,352,162	500,985,000	500,352,162
• Diluted	500,985,000	501,642,756	500,985,000	501,642,756
Earnings per ordinary share (S\$ cents)				
• Basic	1.73	2.21	1.73	2.21
• Diluted	1.73	2.21	1.73	2.21

Basic earnings per share is calculated by dividing the consolidated profit after tax attributable to the equity holders of the Company, by the weighted average number of outstanding shares.

The diluted earnings per share is the same as the basic earnings per share as it does not include the effect of 5,700,000 unissued ordinary shares granted under the CESOS. The effect of the inclusion is anti-dilutive.

**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.**

	GROUP		COMPANY	
	As at 30 Sept 2015 S\$'000	As at 30 June 2015 S\$'000	As at 30 Sept 2015 S\$'000	As at 30 June 2015 S\$'000
Net assets	154,999	151,766	42,909	43,567
Net asset value per ordinary share based on issued share capital at the end of the respective periods (S\$ cents)	30.94	30.29	8.57	8.40

Net asset value per share is calculated by dividing the net assets attributable to the equity holders of the Company by the number of issued shares as at 30 September 2015 of 500,985,000 (30 June 2015: 500,985,000) and excludes treasury shares of 15,000 (30 June 2015: 15,000).

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.**

**A. Statement of Comprehensive Income**

**Q1 FY2016 vs Q4 FY2015**

Revenue for the quarter ended 30 September 2015 ("Q1 FY2016") increased 25.4% to S\$143.8 million from S\$114.7 million for the three months ended 30 June 2015 ("Q4 FY2015"), as the Group recognised revenue from contracts secured in the second half of FY2015 (January to June 2015).

Gross profit for Q1 FY2016 rose 24.5% to S\$17.5 million from S\$14.1 million in Q4 FY2015 on the back of increased revenue with a gross margin of 12.2% achieved for the quarter which is in line with the 12.3% gross margin in Q4 FY2015.

Net profit for Q1 FY2016 attributable to shareholders increased 32.5% to S\$8.7 million from S\$6.5 million in Q4 FY2015 on higher revenue and lower administrative expenses. Net profit margin rose to 6.1% from 5.7% in Q4FY2015.

**Q1 FY2016 vs Q1 FY2015**

Due to the exchange rate decline between the Australian dollar and Singapore dollar, compared to the three months ended 30 September 2014 ("Q1 FY2015") revenue for Q1 FY2016 fell 15.5% to S\$143.8 million. In line with the lower revenue, Q1 FY2016 gross profit declined 12.6% to S\$17.5 million.

Gross profit margin increased to 12.2% from 11.8% in Q1 FY2015.

Administrative expenses for Q1 FY2016 increased to S\$5.8 million from S\$5.0 million in Q1 FY2015 reflective of the Group's strategy to position the business for expansion activities.

Net profit attributable to shareholders declined 21.6% to S\$8.7 million due to the exchange rate decline between the Australian dollar and Singapore dollar and as a result of the increase in the administrative expenses. Net profit margin for the quarter was 6.1%, compared to 6.5% in Q1 FY2015.

**B Statement of Financial Position**

Total shareholders' equity increased to S\$154.9 million as at 30 September 2015 - despite the weaker Australian dollar which impacted reserves – from S\$151.7 million as at 30 June 2015.

Both trade and other receivables and trade and other payables increased during the quarter at S\$135.9 million and S\$82.8 million due to changes in payment terms with some clients, leading to receipts received after the period under review.

The current assets to current liabilities ratio decreased slightly to 1.71 in Q1 FY2016 from 1.78 in FY2015. Cash and cash equivalents at the end of the quarter decreased to S\$25.7 million as a result of some delayed debtor receipts which were received early in Q2 FY2016.

Total non-current assets were S\$95.4 million as at 30 September 2015 compared to S\$98.2 million as at 30 June 2015, as a result of a decrease in the value of property plant & equipment of S\$3.5 million – attributable to the effects of currency translation.

The current tax asset of S\$11.1 million (FY2015 S\$11.6 million) represents the amount of income tax refundable for the current and prior financial periods.

The Group is due to receive income tax refunds attributable to (i) amendments of prior year income tax returns, (ii) processing of current and prior year research and development tax offset claims and (iii) lodgement of its FY 2015 income tax return which is lodged in the next quarter.

Overall borrowings decreased slightly in the quarter to S\$24.7 million from S\$25.4 million at 30 June 2015 with the Group remaining in a net cash position at the end of Q1 FY2016.

## **C Statement of Cash Flows**

Operating cashflow before working capital changes for the quarter was S\$13.8 million compared to S\$12.6 million in Q1 FY2015. Net cash flow generated from operations was negative, at S\$8.4 million, due to changes in payment terms with some clients, leading to receipts received after the period under review.

Cash proceeds of S\$6.8M were utilised during the quarter to repay debt.

Cash and cash equivalents remained healthy at S\$25.7 million as at 30 September 2015, compared to S\$22.7 million as at 30 June 2015.

## **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 and the next 12 months.**

Civmec is an integrated multi-disciplinary construction and engineering services provider to the oil & gas, metals and minerals, infrastructure and defence markets. The diversification of service offerings and the sectors in which we operate has placed the Group in an excellent position to capitalise on growth opportunities.

The Group has had a positive start to FY2016 securing around S\$141 million in new contracts from several leading companies, including a significant contract award in joint venture with Sedgman for BHP to engineer, procure, construct and commission works at the Jiblebar mine in the Pilbara region of Western Australia.

The Group has continued to move ahead with its diversification strategy with our geographical expansion on the East Coast of Australia gaining momentum with opportunities for our civil and precast divisions in the foreseeable future.

During the quarter the Group established a new business unit which will focus on the future Australian defence procurement program, particularly submarine and ship building, for which we will leverage off our expertise as a specialist fabricator of complex structures including subsea structures for the oil & gas industry.

Civmec regards the Australian defence industry as a key growth market and see significant opportunities for the Group in the long term. This sector will operate alongside our existing business and should provide an important additional revenue stream for the business.

The Group's order book remains healthy, with approximately S\$276 million in hand at the end of September 2015. Tendering activity continues to be strong with tender opportunities being pursued across all sectors in which the Group operates and our focus on developing innovative project delivery methodologies has resulted in the Group collaborating with our clients early in the project planning process.

Civmec is continuing to improve productivity and drive efficiencies by enhancing our internal systems and processes and seek new ways to operate in response to the current climate.

The Group's balance sheet is strong, with minimal debt and provides a solid platform to pursue opportunities as they arise and continue to grow the business.

Barring any unforeseen circumstances the Group expects to remain profitable for the 2016 financial year.

**11. Dividend**

- a) **Any dividend declared for the current financial period reported on?**  
Not applicable.
- b) **Any dividend declared for the corresponding period of the immediately preceding financial year?**  
Not applicable.
- c) **Date payable**  
Not applicable.
- d) **Books closure date**  
Not applicable.



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

Not applicable

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

No general mandate has been obtained for interested persons transactions

There were no IPT transactions for the period.

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

To the best of our knowledge, nothing has come to the attention of the Board which may render the unaudited financial results for the period ended 30 September 2015 to be false or misleading in any material aspect.

**ON BEHALF OF THE BOARD**

James Finbarr Fitzgerald  
Executive Chairman  
11 November 2015