



**G. K. GOH HOLDINGS LIMITED**  
Financial Statements  
And Related Announcement  
For The Year Ended 31 December 2011

(Co. Reg. No. 199000184D)

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## **REVIEW OF PERFORMANCE OF THE GROUP**

### Review of 3 months to December 2011

Net profits for the final quarter of the year totaled S\$3.0 million (4Q2010: S\$10.3 million). The results include the impact of two significant items. First, we made a profit of S\$7.3 million from the sale of five shophouses in the Tanjong Pagar district of Singapore for a consideration of S\$32.8 million. We had acquired these assets in 2008 as a long-term property investment which might eventually have served as our corporate headquarters. With an increase in our projected business requirements, the latter option had become inadequate and the decision was taken to sell the property.

Second, it was decided to recognise in our profit and loss statement a S\$7.2 million fair value loss in relation to our investment in euNetworks Group Limited (“EUN”). EUN’s operations have improved significantly in the past two years and we remain optimistic about its prospects. Nevertheless, the stock price of EUN has traded below our book cost for some time, and as a matter of prudence, the Directors have decided to recognise the difference between the end-2011 share price and book cost in the Company’s profit and loss account. Shareholders should note that the difference in value had already been recognized in the Company’s balance sheet through the fair value reserve account, and that this decision has no impact on the Company’s net asset value. In accounting terms, the loss is being transferred from the balance sheet (fair value reserve account) to the profit and loss account.

Including this fair value loss, the Group’s investment income for the quarter amounted to \$5.8 million, boosted by an improvement in financial market sentiment globally.

The Group’s futures and foreign exchange businesses continued to register healthy revenues. This segment recorded a small loss of S\$0.3 million compared to S\$0.7 million profit in the preceding quarter because of higher personnel and IT expenses as the company prepares for further expansion in 2012.

Of our associates, Boardroom Limited (“Boardroom”) contributed S\$0.8 million to our bottom line, while other units were roughly at breakeven.

Foreign exchange hedges on our US and Australian dollar exposure contributed a loss of S\$0.9 million in the fourth quarter.

The year on year increase in 4<sup>th</sup> quarter employees’ compensation arose largely from performance-related bonuses, though there has also been a moderate year-on-year increase in fixed compensation as a result of recruitment in our investment and foreign exchange units.

### Review of 12 months to December 2011

The Group’s net profit for 2011 amounted to S\$56.5 million (2010: S\$29.4 million), which is equivalent to 17.8 cents per share. Total comprehensive income was higher at S\$63.9 million (2010: \$29.8 million).

## REVIEW OF PERFORMANCE OF THE GROUP (CONT'D)

The strong profits resulted largely from three major asset disposals, offset in part by the fair value loss noted above in relation to our stake in EUN.

In June, our associate, Value Monetization Limited (“VML”), closed the sale of a 6,000-bed workers’ dormitory in Singapore. This contributed profits of S\$7.5 million and accounted for the bulk of our S\$11.6 million in associate profits for the year.

In September, we concluded the sale of 9.6% of Eastern & Oriental Berhad (“E&O”) for S\$99.0 million, booking a profit of S\$53.7 million. We have stated an intention to hold our remaining stake in E&O for the long term. Inclusive of subsequent purchases of E&O stock, our remaining stake in E&O was valued at S\$25.9 million at the end of 2011.

In December, we received full consideration for the S\$32.8 million sale of five contiguous shophouses in Tanjong Pagar, Singapore, generating a profit of S\$7.3 million.

After turning around in the 4<sup>th</sup> quarter of 2010, the Group’s futures and foreign exchange business continued to build on the success of its improved trading platform. Income more than trebled to S\$20.5 million, with S\$1.4 million of net profits (2010: loss of S\$0.7 million). Staff and technology costs have risen as the company prepares to expand in 2012.

As noted earlier, associate profits totaled S\$11.6 million, of which \$7.5 million came from the sale of a worker’s dormitory. Corporate services provider Boardroom Ltd contributed most of the balance, with E&O contributing S\$1.1 million up till September when it ceased to be classified as an associate.

The Group’s investment activities were affected by highly volatile global markets. We lowered our risk profile significantly and ended the year roughly where we started, with net investment returns (including dividends and interest income, but excluding the E&O profits and euNetworks fair value loss noted above) of S\$0.2 million. In the context of difficult financial markets, this was a fair outcome.

Overall compensation expenses rose because of performance-based variable bonuses as well as expanded staff numbers.

There is a net tax credit of S\$1.6 million for the year. The low rate of taxation provided for in the income statement reflects the capital nature of the three major asset sales as mentioned above.

### Balance Sheet

The Group’s Net Asset Value increased by S\$47.8 million in 2011 after taking into account S\$15.9 million of dividends paid to shareholders.

The asset sales noted above, along with subsequent deployment of proceeds, led to some major changes in the shape of our balance sheet. Our overall financial position remains very liquid, with substantial net current assets of S\$174.6 million (2010: S\$116.9 million).

## **REVIEW OF PERFORMANCE OF THE GROUP (CONT'D)**

Of our non-current assets, the sharp drop in investment properties reflects the sale of shophouses. The reduction in associated companies arises from the sale of VML's dormitory, as well as of the majority of our stake in E&O. In addition, our residual stake in E&O has been reclassified to Long-term Investments.

The latter category was also boosted by a number of new investments, as well as a S\$6.2 million subscription to the rights issue of euNetworks in August which boosted the carrying value of our holding to S\$32.7 million at the closing bid price of 1.7 cents.

### Dividends

In November, the Directors approved payment of an interim dividend amounting to 2 cents per share. The Directors will be recommending a final dividend of 2 cents per share, as well as a special dividend of 4 cents per share, for approval at the Annual General Meeting.

## **VARIANCE BETWEEN PREVIOUS PROSPECT STATEMENT AND ACTUAL RESULTS**

None

## **COMMENTARY ON PROSPECTS**

The Group's 2011 profits were significantly boosted by gains from the sale of long-term investments. 2012 is likely to be less exciting.

The Group's operating businesses and associates are expected to remain profitable. Various new investments are being evaluated, pending which our cash levels will remain unusually high. With interest rates expected to remain low throughout the year, interest income will remain very subdued.

We have increased our holdings of short-term investments moderately since the start of the year. Whilst risk appetites have risen, significant global risks remain, and the process of economic adjustment has a long way to go, particularly in Europe. Political risks remain high in various parts of the world, notably the Middle East. Nonetheless, we believe that there are many undervalued and high quality assets available to the patient investor, and we will be looking to deploy more of our capital accordingly in the course of 2012.

# Financial Statements

## INCOME STATEMENT

(Amounts in Singapore dollars)  
(These figures have not been audited)

	Note	Group 3 months ended			Group Year ended		
		31 Dec 2011 \$'000	31 Dec 2010 \$'000	+ / (-) %	31 Dec 2011 \$'000	31 Dec 2010 \$'000 (reclassified)	+ / (-) %
<b>Continuing operations</b>							
<b>Revenue</b>							
Commission and broking revenue		5,239	4,902	7	20,149	5,856	244
Investment income		5,833	6,514	(10)	53,983	21,689	149
Other income		454	504	(10)	1,796	2,837	(37)
Total income		<u>11,526</u>	<u>11,920</u>	(3)	<u>75,928</u>	<u>30,382</u>	150
<b>Cost and expenses</b>							
Commission and broking expenses		(2,326)	(1,321)	76	(10,622)	(1,669)	536
Employees' compensation and related costs		(3,741)	(3,005)	24	(13,176)	(8,845)	49
Office and equipment rental costs		(243)	(242)	0	(895)	(815)	10
Depreciation		(165)	(177)	(7)	(865)	(684)	26
Technology and information service costs		(1,024)	(330)	210	(1,962)	(1,094)	79
(Loss) / gain on foreign currency exchange		(853)	(139)	514	(910)	817	NM
Reversal of impairment of investment property		-	2,573	NM	-	2,573	NM
Provision for doubtful debts		(796)	(197)	304	(861)	(760)	13
Other operating expenses		(771)	(694)	11	(3,047)	(2,286)	33
Total cost and expenses		<u>(9,919)</u>	<u>(3,532)</u>	181	<u>(32,338)</u>	<u>(12,763)</u>	153
<b>Profit from continuing operating activities</b>		<b>1,607</b>	<b>8,388</b>	(81)	<b>43,590</b>	<b>17,619</b>	147
Finance costs		(81)	(88)	(8)	(298)	(287)	4
Share of profit of associated companies		1,467	2,264	(35)	11,600	12,795	(9)
Negative goodwill arising from the acquisition of associated companies		-	-	NM	-	127	NM
<b>Profit before taxation</b>	B	<b>2,993</b>	<b>10,564</b>	(72)	<b>54,892</b>	<b>30,254</b>	81
Taxation	C	(10)	(229)	(96)	1,610	(839)	NM
<b>Profit for the year</b>		<b>2,983</b>	<b>10,335</b>	(71)	<b>56,502</b>	<b>29,415</b>	92
Profit attributable to:							
Owners of the Company		2,983	10,335	(71)	56,502	29,072	94
Non-controlling interests		-	-	NM	-	343	NM
		<u>2,983</u>	<u>10,335</u>	(71)	<u>56,502</u>	<u>29,415</u>	92
NM: Not meaningful							
<b>Earnings per share</b>							
Basic and diluted:	E	<b>0.94 cents</b>	<b>3.26 cents</b>		<b>17.81 cents</b>	<b>9.16 cents</b>	
- continuing operations:		<b>0.94 cents</b>	<b>3.26 cents</b>		<b>17.81 cents</b>	<b>9.16 cents</b>	

Note:

Gain on disposal of associated company has been classified under Investment income. Comparative amounts have been reclassified accordingly.

# Financial Statements

## STATEMENT OF COMPREHENSIVE INCOME

(Amounts in Singapore dollars)  
(These figures have not been audited)

	Group 3 months ended			Group Year ended		
	31 Dec 2011 \$'000	31 Dec 2010 \$'000	+(-) %	31 Dec 2011 \$'000	31 Dec 2010 \$'000	+(-) %
<b>Profit net of tax</b>	<b>2,983</b>	<b>10,335</b>	(71)	<b>56,502</b>	<b>29,415</b>	92
<b>Other comprehensive income / (loss)</b>						
Net gain / (loss) on fair value changes of available-for-sale financial assets	6,910	1,034	568	4,775	(270)	NM
Share of other comprehensive loss of associated companies	11	78	(86)	(629)	(47)	1,238
Foreign currency translation	812	(1,672)	NM	3,228	721	348
<b>Other comprehensive income / (loss) for the year, net of tax</b>	<b>7,733</b>	<b>(560)</b>	NM	<b>7,374</b>	<b>404</b>	1,725
<b>Total comprehensive income for the year</b>	<b>10,716</b>	<b>9,775</b>	10	<b>63,876</b>	<b>29,819</b>	114
Total comprehensive income attributable to:						
Owners of the Company	10,716	9,775	10	63,876	28,490	124
Non-controlling interests	-	-	NM	-	1,329	NM
	<b>10,716</b>	<b>9,775</b>	10	<b>63,876</b>	<b>29,819</b>	114

NM: Not meaningful

# Financial Statements

## BALANCE SHEETS

(Amounts in Singapore dollars)  
(These figures have not been audited)

	Note	Group		Company	
		31 Dec 2011	31 Dec 2010	31 Dec 2011	31 Dec 2010
		\$'000	\$'000	\$'000	\$'000
<b>Non-current assets</b>					
Property, plant and equipment		1,571	246	-	-
Investment properties		337	25,818	-	-
Subsidiary companies		-	-	51,544	46,091
Associated companies		42,484	106,588	5,688	5,688
Long-term investments		138,578	72,041	-	-
Amounts receivable from subsidiary companies		-	-	-	6,500
Deferred tax asset		2,354	712	-	-
Other receivables		1,042	1,201	-	-
<b>Current assets</b>					
Amounts receivable from subsidiary companies		-	-	110,706	183,338
Amounts receivable from associated company		-	656	-	-
Trade debtors		9,493	7,687	-	-
Other debtors		1,516	1,229	17	93
Financial assets		51,471	66,802	-	-
Cash and bank balances		239,328	144,955	102,581	31,397
		<b>301,808</b>	<b>221,329</b>	<b>213,304</b>	<b>214,828</b>
<b>Current liabilities</b>					
Trade creditors		107,159	87,463	-	-
Other creditors		9,292	6,631	450	659
Bank borrowings	D	9,491	9,237	3,248	-
Provision for taxation		1,258	1,134	434	428
		<b>127,200</b>	<b>104,465</b>	<b>4,132</b>	<b>1,087</b>
<b>Net current assets</b>		<b>174,608</b>	<b>116,864</b>	<b>209,172</b>	<b>213,741</b>

# Financial Statements

## BALANCE SHEETS (Continued)

	Note	Group		Company	
		31 Dec 2011	31 Dec 2010	31 Dec 2011	31 Dec 2010
		\$'000	\$'000	\$'000	\$'000
<b>Non-current liabilities</b>					
Bank borrowings	D	-	(10,454)	-	-
Deferred tax liability		(545)	(354)	(245)	(117)
<b>Net assets</b>					
		<u>360,429</u>	<u>312,662</u>	<u>266,159</u>	<u>271,903</u>
<b>Equity</b>					
Share capital		183,112	183,112	183,112	183,112
Capital reserve		137	609	137	137
Revenue reserve		173,123	132,887	82,910	88,654
Fair value adjustment reserve		6,938	2,163	-	-
Foreign currency translation reserve		(2,881)	(6,109)	-	-
<b>Total equity</b>		<u>360,429</u>	<u>312,662</u>	<u>266,159</u>	<u>271,903</u>

# Financial Statements

## STATEMENTS OF CHANGES IN EQUITY

(Amounts in Singapore dollars)

(These figures have not been audited)

Group	Attributable to Owners of the Company							Total Equity
	Share Capital	Revenue Reserve	Capital Reserve	Fair Value Adjustment Reserve	Foreign Currency Translation Reserve	Total	Non-controlling Interests	
2011	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Opening balance at 1 January 2011</b>	<b>183,112</b>	<b>132,887</b>	<b>609</b>	<b>2,163</b>	<b>(6,109)</b>	<b>312,662</b>	<b>-</b>	<b>312,662</b>
Profit for the year	-	56,502	-	-	-	56,502	-	56,502
<u>Other comprehensive income / (loss)</u>								
Net gain on fair value changes of available-for-sale financial assets	-	-	-	4,775	-	4,775	-	4,775
Share of other comprehensive loss of associated company	-	(407)	(222)	-	-	(629)	-	(629)
Foreign currency translation	-	-	-	-	3,228	3,228	-	3,228
Other comprehensive income / (loss) for the year	-	(407)	(222)	4,775	3,228	7,374	-	7,374
<b>Total comprehensive income / (loss) for the year</b>	<b>-</b>	<b>56,095</b>	<b>(222)</b>	<b>4,775</b>	<b>3,228</b>	<b>63,876</b>	<b>-</b>	<b>63,876</b>
<u>Contributions by and distributions to owners</u>								
Disposal of equity share of associated companies	-	-	(250)	-	-	(250)	-	(250)
Dividends on ordinary shares paid	-	(15,859)	-	-	-	(15,859)	-	(15,859)
<b>Total transactions with owners in their capacity as owners</b>	<b>-</b>	<b>(15,859)</b>	<b>(250)</b>	<b>-</b>	<b>-</b>	<b>(16,109)</b>	<b>-</b>	<b>(16,109)</b>
<b>Closing balance at 31 December 2011</b>	<b>183,112</b>	<b>173,123</b>	<b>137</b>	<b>6,938</b>	<b>(2,881)</b>	<b>360,429</b>	<b>-</b>	<b>360,429</b>

# Financial Statements

## STATEMENTS OF CHANGES IN EQUITY (Continued)

Group	Attributable to Owners of the Company							Total Equity
	Share Capital	Revenue Reserve	Capital Reserve	Fair Value Adjustment Reserve	Foreign Currency Translation Reserve	Total	Non-controlling Interests	
2010	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Opening balance at 1 January 2010</b>	<b>183,112</b>	<b>110,825</b>	<b>362</b>	<b>2,433</b>	<b>(5,800)</b>	<b>290,932</b>	<b>4,526</b>	<b>295,458</b>
Profit for the year	-	29,072	-	-	-	29,072	343	29,415
<u>Other comprehensive income / (loss)</u>								
Net loss on fair value changes of available-for-sale financial assets	-	-	-	(270)	-	(270)	-	(270)
Share of other comprehensive loss of associated company	-	-	(3)	-	-	(3)	(44)	(47)
Foreign currency translation	-	-	-	-	(309)	(309)	1,030	721
Other comprehensive income / (loss) for the year	-	-	(3)	(270)	(309)	(582)	986	404
<b>Total comprehensive income / (loss) for the year</b>	<b>-</b>	<b>29,072</b>	<b>(3)</b>	<b>(270)</b>	<b>(309)</b>	<b>28,490</b>	<b>1,329</b>	<b>29,819</b>
<u>Contributions by and distributions to owners</u>								
Shares re-purchased	-	(622)	-	-	-	(622)	-	(622)
Dividends on ordinary shares paid	-	(4,758)	-	-	-	(4,758)	-	(4,758)
Change in equity share of associated companies	-	(1,630)	250	-	-	(1,380)	-	(1,380)
Total contributions by and distribution to owners	-	<b>(7,010)</b>	<b>250</b>	-	-	<b>(6,760)</b>	-	<b>(6,760)</b>
<u>Changes in ownership interests in subsidiaries that do not result in loss of control</u>								
Acquisition of non-controlling interests	-	-	-	-	-	-	(5,855)	(5,855)
Total changes in ownership interests in subsidiaries	-	-	-	-	-	-	(5,855)	(5,855)
<b>Total transactions with owners in their capacity as owners</b>	<b>-</b>	<b>(7,010)</b>	<b>250</b>	<b>-</b>	<b>-</b>	<b>(6,760)</b>	<b>(5,855)</b>	<b>(12,615)</b>
<b>Closing balance at 31 December 2010</b>	<b>183,112</b>	<b>132,887</b>	<b>609</b>	<b>2,163</b>	<b>(6,109)</b>	<b>312,662</b>	<b>-</b>	<b>312,662</b>

# Financial Statements

## STATEMENTS OF CHANGES IN EQUITY (Continued)

Company 2011	Share Capital \$'000	Revenue Reserve \$'000	Capital Reserve \$'000	Total Equity \$'000
<b>Opening balance at 1 January 2011</b>	183,112	88,654	137	271,903
Profit for the year	-	10,115	-	10,115
Other comprehensive income for the year	-	-	-	-
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>10,115</b>	<b>-</b>	<b>10,115</b>
<u>Contributions by and distributions to owners</u>				
Dividends on ordinary shares paid	-	(15,859)	-	(15,859)
<b>Total transactions with owners in their capacity as owners</b>	<b>-</b>	<b>(15,859)</b>	<b>-</b>	<b>(15,859)</b>
<b>Closing balance at 31 December 2011</b>	<b>183,112</b>	<b>82,910</b>	<b>137</b>	<b>266,159</b>

Company 2010	Share Capital \$'000	Revenue Reserve \$'000	Capital Reserve \$'000	Total Equity \$'000
<b>Opening balance at 1 January 2010</b>	183,112	76,798	137	260,047
Profit for the year	-	17,236	-	17,236
Other comprehensive income for the year	-	-	-	-
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>17,236</b>	<b>-</b>	<b>17,236</b>
<u>Contributions by and distributions to owners</u>				
Shares re-purchased	-	(622)	-	(622)
Dividends on ordinary shares paid	-	(4,758)	-	(4,758)
<b>Total transactions with owners in their capacity as owners</b>	<b>-</b>	<b>(5,380)</b>	<b>-</b>	<b>(5,380)</b>
<b>Closing balance at 31 December 2011</b>	<b>183,112</b>	<b>88,654</b>	<b>137</b>	<b>271,903</b>

# Financial Statements

## CONSOLIDATED STATEMENT OF CASH FLOW

(Amounts in Singapore dollars)  
(These figures have not been audited)

	Group Year ended	
	31 Dec 2011	31 Dec 2010
	\$'000	\$'000
<b>Cash flow from operating activities:</b>		
Profit before taxation	54,892	30,254
Adjustments for :		
Depreciation of property, plant and equipment	865	684
(Gain) / loss on disposal of property, plant and equipment	(99)	1
Gain on disposal of investment property	(7,337)	-
Negative goodwill on acquisition of non-controlling interests	-	(693)
(Gain) / loss on disposal of an associated company	(53,691)	570
Interest expense	298	287
Interest income	(1,471)	(1,532)
Dividend income	(1,632)	(2,445)
Gain on sale of long-term investments	(1,147)	(3,346)
Provision of allowance for doubtful debts	861	760
Fair value adjustment	17,902	(914)
Reversal of impairment of investment property	-	(2,573)
Share of profit of associated companies	(11,600)	(12,795)
Negative goodwill arising from the acquisition of associated companies	-	(127)
<b>Operating (loss) / profit before reinvestment in working capital</b>	(2,159)	8,131
Increase in debtors	(2,262)	(4,925)
Decrease / (increase) in short-term investments	5,202	(20,878)
Increase in creditors	22,297	66,077
<b>Cash flow from operations</b>	23,078	48,405
Interest paid	(280)	(268)
Interest received	1,394	1,361
Income tax paid	(457)	(7)
<b>Net cash from operating activities</b>	23,735	49,491

# Financial Statements

## CONSOLIDATED STATEMENT OF CASH FLOW (Continued)

	Group	
	Year ended	
	31 Dec 2011	31 Dec 2010
	\$'000	\$'000
<b>Cash flow from investing activities:</b>		
Purchase of property, plant and equipment	(1,836)	(152)
Proceeds from disposal of property, plant and equipment	99	-
Proceeds from disposal of investment property	32,466	-
Purchase of long-term investments	(55,533)	(19,931)
Proceeds from sale of long-term investments	10,435	16,952
Investment in associated companies	(3,319)	(995)
Proceeds from disposal of associated companies	106,850	13,206
Net dividend received from associated companies	7,174	4,108
Dividend income	1,478	2,344
<b>Net cash from investing activities</b>	<u>97,814</u>	<u>15,532</u>
<b>Cash flow from financing activities:</b>		
Dividends paid	(15,859)	(4,758)
Acquisition of non-controlling interests	-	(5,185)
Shares re-purchased	-	(622)
(Repayment of) / proceeds from bank borrowings	(10,200)	7,937
<b>Net cash used in financing activities</b>	<u>(26,059)</u>	<u>(2,628)</u>
Net increase in cash and cash equivalents	95,490	62,395
Effect of exchange rate changes in opening cash and cash equivalents	(1,117)	(770)
Cash and cash equivalents at beginning of year	144,955	83,330
<b>Cash and cash equivalents at end of year</b>	<u>239,328</u>	<u>144,955</u>

Cash and bank balances of the Group include fixed deposits of \$17,808,000 (2010: \$28,752,000) and other cash and bank balances of \$55,546,000 (2010: \$21,596,000) of a subsidiary company which are segregated under SGX-DT Rules and represent funds deposited by customers and accruing to customers as a result of trades or contracts in SGX-DT.

# Financial Statements

## NOTES TO THE FINANCIAL STATEMENTS

31 DECEMBER 2011

(Amounts in Singapore dollars)  
(These figures have not been audited)

### A. SHARE CAPITAL

In the year ended 31 December 2011, no shares were purchased or issued by the Company (2010: purchase of 1,000,000 shares). The total number of issued shares as at 31 December 2011 was 317,178,805 (2010: 317,178,805). The Company does not hold any treasury shares as at 31 December 2011 and 2010.

### B. REVENUE AND EXPENSES

Profit before taxation includes the following:

	<b>Group Year ended</b>	
	<b>31 Dec 2011</b>	<b>31 Dec 2010</b>
	\$'000	\$'000 (reclassified)
Commission and broking revenue –		
Commission	696	885
Forex broking revenue	19,453	4,971
Investment income –		
Fair value adjustment for short-term investments	(10,129)	2,029
Fair value adjustment for long-term investments	(7,773)	(1,115)
Gain on sale of short-term investments	6,607	14,022
Gain on sale of long-term investments	1,147	3,346
Gross dividend income :		
- Quoted investments	1,632	2,445
Interest income :		
- Fixed deposits	331	229
- Others	1,140	1,303
Gain / (loss) on disposal of associated company	53,691	(570)
Gain on disposal of investment property	7,337	-
Other income –		
Service income	30	334
Rental income	1,548	1,796
Gain / (loss) on disposal of property, plant and equipment	99	(1)
Finance costs –		
Interest expense -		
Bank loans and overdrafts	(263)	(237)
Others	(35)	(50)

# Financial Statements

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### C. TAX

	Group Year ended	
	31 Dec 2011 \$'000	31 Dec 2010 \$'000
Current taxation		
Current year	(766)	(664)
(Under) / overprovision in respect of prior years	(11)	39
Deferred tax	2,387	(214)
	1,610	(839)

### D. AGGREGATE AMOUNT OF GROUP'S BORROWINGS

	Secured		Unsecured	
	31 Dec 2011 \$'000	31 Dec 2010 \$'000	31 Dec 2011 \$'000	31 Dec 2010 \$'000
Amount due within one year	-	650	9,491	8,587
Amount due after one year	-	10,454	-	-
	-	10,454	-	-

### E. EARNINGS PER SHARE

Basic and diluted earnings per share ("EPS") are calculated by dividing the profit attributable to owners of the Company of \$56,502,000 (2010: \$29,072,000) by the weighted average number of ordinary shares in issue during the year of 317,178,805 (2010: 317,345,472).

There are no outstanding share options as at 31 December 2011 and 2010.

### F. NET ASSET VALUE PER SHARE

	Group		Company	
	31 Dec 2011	31 Dec 2010	31 Dec 2011	31 Dec 2010
Net asset value per share based on existing issued share capital as at the end of the respective period	113.64 cts	98.58 cts	83.91 cts	85.73 cts
	113.64 cts	98.58 cts	83.91 cts	85.73 cts

# Financial Statements

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### G. SEGMENTAL RESULTS

	Investment Holding \$'000	Futures & Foreign Exchange Broking \$'000	Elimination \$'000	Consol \$'000
<b>2011</b>				
<b>Revenue</b>				
External revenue	55,433	20,495	-	75,928
Inter-segment revenue	175	20	(195)	-
Total revenue	<u>55,608</u>	<u>20,515</u>	<u>(195)</u>	<u>75,928</u>
<b>Results</b>				
Interest income	1,313	333	(175)	1,471
Interest expense	266	207	(175)	298
Depreciation	520	345	-	865
Fair value adjustments	(17,902)	-	-	(17,902)
Gain on disposal of property, plant and equipment	99	-	-	99
Gain on disposal of investment property	7,337	-	-	7,337
Gain on disposal of associated company	53,691	-	-	53,691
Share of profit of associated companies	11,600	-	-	11,600
Segment results	<u>53,358</u>	<u>1,534</u>	<u>-</u>	<u>54,892</u>
<b>Balance Sheet</b>				
<b>Assets</b>				
Investment in associated companies and joint ventures	42,484	-	-	42,484
Additions to non-current assets	312	1,524	-	1,836
Segment assets	<u>363,572</u>	<u>128,873</u>	<u>(6,625)</u>	<u>485,820</u>
Unallocated assets				<u>2,354</u>
Total assets				<u>488,174</u>
<b>Liabilities</b>				
Segment liabilities	<u>20,960</u>	<u>111,607</u>	<u>(6,625)</u>	<u>125,942</u>
Unallocated liabilities				<u>1,803</u>
Total liabilities				<u>127,745</u>

# Financial Statements

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### G. SEGMENTAL RESULTS (CONTINUED)

	Investment Holding \$'000	Futures and Foreign Exchange Broking \$'000	Elimination \$'000	Consol \$'000
<b>2010</b>				
<b>Revenue</b>				
External revenue	24,171	6,211	-	30,382
Inter-segment revenue	15	53	(68)	-
Total revenue	<u>24,186</u>	<u>6,264</u>	<u>(68)</u>	<u>30,382</u>
<b>Results</b>				
Interest income	1,203	344	(15)	1,532
Interest expense	239	63	(15)	287
Depreciation	516	168	-	684
Fair value adjustments	914	-	-	914
Reversal of impairment of investment property	2,573	-	-	2,573
Share of profit of associated companies	12,795	-	-	12,795
Negative goodwill arising from the acquisition of associated companies	127	-	-	127
Segment results	<u>30,999</u>	<u>(745)</u>	<u>-</u>	<u>30,254</u>
<b>Balance Sheet</b>				
<b>Assets</b>				
Investment in associated companies and joint ventures	106,588	-	-	106,588
Additions to non-current assets	40	112	-	152
Segment assets	<u>322,992</u>	<u>110,886</u>	<u>(6,655)</u>	<u>427,223</u>
Unallocated assets				712
Total assets				<u>427,935</u>
<b>Liabilities</b>				
Segment liabilities	<u>25,275</u>	<u>95,165</u>	<u>(6,655)</u>	<u>113,785</u>
Unallocated liabilities				1,488
Total liabilities				<u>115,273</u>

# Financial Statements

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### G. SEGMENTAL RESULTS (CONTINUED)

The Group's non-current assets are located in the following countries:

	<b>Group</b>	
	<b>Year ended</b>	
	<b>31 Dec 2011</b>	<b>31 Dec 2010</b>
	\$'000	\$'000
Singapore	1,571	25,647
Philippines	337	417
<b>Total revenue</b>	<b>1,908</b>	<b>26,064</b>

Non-current assets consist of property, plant and equipment and investment properties as presented in the consolidated balance sheet.

The Group's revenues are derived mainly from Singapore. Revenues from foreign countries are not significant.

### H. BREAKDOWN OF SALES

	<b>Group</b>		
	<b>Year ended</b>		
	<b>31 Dec 2011</b>	<b>31 Dec 2010</b>	<b>+ / (-)</b>
	\$'000	\$'000	%
<u>First Half</u>			
Sales reported for first half year	13,294	8,028	66
Operating profit / (loss) after tax before deducting minority interests reported for first half year	10,721	6,984	54
<u>Second Half</u>			
Sales reported for second half year	62,634	22,354	180
Operating profit after tax before deducting minority interests reported for second half year	45,781	22,431	104

### I. ACCOUNTING POLICIES

The financial statements have been prepared in accordance with Singapore Financial Reporting Standards ("FRS"). The accounting policies have been consistently applied by the Company and by the Group and are consistent with those used in the previous financial year.

# Financial Statements

## DIVIDENDS

	Group and Company Year ended	
	31 Dec 2011 \$'000	31 Dec 2010 \$'000
Final dividends paid, 3.0 cents per ordinary share, one-tier tax exempt (2010: 1.5 cent per ordinary share)	9,515	4,758
Interim dividends paid, 2.0 cents per ordinary share, one-tier tax exempt (2010: Nil)	6,344	-
	<u>15,859</u>	<u>4,758</u>

The Directors propose that a final dividend of 2 cents, and a special dividend of 4 cents per ordinary share (one-tier tax exempt) be paid in respect of the current financial year. The proposed final and special dividends will amount to approximately \$19,031,000.

Payment of the dividend is subject to the approval of the shareholders of the Company at the forthcoming Annual General Meeting. Notice will be given at a later date on the payment date of dividend.

## AUDIT

These Financial Statements have not been audited or reviewed by the Auditors.

## INTERESTED PERSON TRANSACTIONS

The Company does not have an Interested Person Transactions mandate.

## DISCLOSURE OF PERSONS OCCUPYING MANAGERIAL POSITIONS WHO ARE RELATED TO A DIRECTOR, CEO OR SUBSTANTIAL SHAREHOLDER

Name	Age	Family relationship with any director, CEO, or substantial shareholder	Current position and duties, and the year the position was first held	Details of changes in duties and position held, if any, during the year
Goh Geok Khim	79	Father of Goh Yew Lin	Executive Chairman since 1990	No change
Goh Yew Lin	52	Son of Goh Geok Khim	(1) Executive Director - Oversee the group's investments since 1990 (2) Managing Director - Overall management of the group since 2008	No change

## BY ORDER OF THE BOARD

**Tan Cher Liang**  
Company Secretary

27 February 2012  
Singapore