



G. K. GOH HOLDINGS LIMITED
Financial Statements
And Related Announcement
For First Quarter Ended 31 March 2011

(Co. Reg. No. 199000184D)

TABLE OF CONTENTS

1.	REVIEW OF PERFORMANCE OF THE GROUP	2
2.	VARIANCE BETWEEN PREVIOUS PROSPECT STATEMENT AND ACTUAL RESULTS	3
3.	COMMENTARY ON PROSPECTS	3
4.	INCOME STATEMENT	4
5.	STATEMENT OF COMPREHENSIVE INCOME	5
6.	BALANCE SHEETS	6
7.	STATEMENTS OF CHANGES IN EQUITY	8
8.	CONSOLIDATED STATEMENT OF CASH FLOW	11
9.	NOTES TO THE FINANCIAL STATEMENTS	
	A. SHARE CAPITAL	13
	B. REVENUE AND EXPENSES	13
	C. TAX	14
	D. AGGREGATE AMOUNT OF GROUP'S BORROWINGS	14
	E. EARNINGS PER SHARE	14
	F. NET ASSET VALUE PER SHARE	15
	G. ACCOUNTING POLICIES	15
10.	DIVIDENDS	15
11.	AUDIT	15
12.	CONFIRMATION BY THE BOARD PURSUANT TO RULE 705(4)	15

REVIEW OF PERFORMANCE OF THE GROUP

For the first quarter, group after tax profits amounted to S\$2.3 million, approximately 52% less than in the first quarter of 2010.

Asian equity markets have been very volatile since the start of the year, exacerbated by inflationary concerns, rising energy prices, Middle East instability and the tsunami and nuclear calamity in Japan. Against this backdrop, investment income was approximately \$1.7 million, helped by significant exposure to energy companies.

G. K. Goh Financial Services (S) Pte Ltd (“GKGFS”), which returned to profit in the fourth quarter after the launch of a new forex trading platform, generated profits of S\$0.4 million. Whilst client trading volumes were sustained, our competitors responded strongly to the successful launch, compressing margins from the initial launch phase. Nevertheless, with transaction volumes stabilised, GKGFS is now working towards an expansion of its wholesale customer base.

Operating expenses were higher because of commissions (approximately S\$2.7 million) made to agents supporting GKGFS wholesale forex business.

Our associates in aggregate contributed S\$0.9 million, down from S\$1.3 million for 1Q 2010.

Contribution from Boardroom Ltd had been fairly stable at S\$0.6 million for this quarter.

Contributions from Eastern & Oriental Bhd (“E&O”) amounted to S\$0.3 million, roughly half of last year’s first quarter figure. We book profits from E&O with a lag of one quarter, and this figure reflects the relatively small amount of development profits booked in the December quarter by E&O. With a strong pipeline of sales to be booked, E&O’s contribution should pick up in the course of 2011.

Total comprehensive income for the first quarter amounted to a loss of S\$1.1 million, as a result of mark-to-market revaluation of available-for-sale financial assets. This consequently reduced the Group’s net asset value per share marginally to 98.09 cents.

VARIANCE BETWEEN PREVIOUS PROSPECT STATEMENT AND ACTUAL RESULTS

None

COMMENTARY ON PROSPECTS

Investment returns over the short term are difficult to predict. G. K. Goh Financial Services (S) Pte Ltd will aim to deepen its client penetration. We expect stronger contributions over the coming quarters from E&O, and for Boardroom to continue to contribute positively to the Group.

Financial Statements

INCOME STATEMENT

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

	Note	Group		+ / (-) %
		3 months ended		
		31 Mar 2011 \$'000	31 Mar 2010 \$'000	
Continuing operations				
Revenue				
Commission and broking income		4,729	300	1,476
Investment income		1,737	5,120	(66)
Other income		515	544	(5)
Total revenue		<u>6,981</u>	<u>5,964</u>	17
Cost and expenses				
Commission paid to agents		(2,749)	(130)	2,015
Employees' compensation and related costs		(1,752)	(1,610)	9
Office and equipment rental costs		(247)	(89)	178
Depreciation		(193)	(180)	7
Technology and information service costs		(279)	(248)	13
(Loss) / gain on foreign currency exchange		(28)	699	NM
Provision for doubtful debts		(21)	(16)	31
Other operating expenses		(521)	(491)	6
Total cost and expenses		<u>(5,790)</u>	<u>(2,065)</u>	180
Profit from continuing operating activities		1,191	3,899	(69)
Finance costs		(77)	(59)	31
Share of profit of associated companies		945	1,343	(30)
Profit before taxation		2,059	5,183	(60)
Taxation	B C	214	(404)	NM
Profit for the period		<u>2,273</u>	<u>4,779</u>	(52)
Profit attributable to:				
Owners of the parent		2,273	4,436	(49)
Non-controlling interests		-	343	NM
		<u>2,273</u>	<u>4,779</u>	(52)
NM : Not meaningful				
Earnings per share				
Basic and diluted:	E	0.72 cents	1.40 cents	
- continuing operations:		0.72 cents	1.40 cents	

Financial Statements

STATEMENT OF COMPREHENSIVE INCOME

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

	Group		+ / (-)
	3 months ended		
	31 Mar 2011	31 Mar 2010	
	\$'000	\$'000	%
Profit net of tax	2,273	4,779	(52)
Other comprehensive income / (loss)			
Net loss on fair value changes of available-for-sale financial assets	(2,802)	(3,274)	(14)
Share of other comprehensive loss of associated company	(20)	(146)	(86)
Foreign currency translation	(517)	2,155	NM
Other comprehensive income / (loss) for the period, net of tax	<u>(3,339)</u>	<u>(1,265)</u>	164
Total comprehensive (loss) / income for the period	<u>(1,066)</u>	<u>3,514</u>	NM
Total comprehensive income / (loss) attributable to:			
Owners of the parent	(1,066)	2,185	NM
Non-controlling interests	-	1,329	NM
	<u>(1,066)</u>	<u>3,514</u>	NM

NM : Not meaningful

Financial Statements

BALANCE SHEETS

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

	Note	Group		Company	
		31 Mar 2011 \$'000	31 Dec 2010 \$'000	31 Mar 2011 \$'000	31 Dec 2010 \$'000
Non-current assets					
Property, plant and equipment		1,025	246	-	-
Investment properties		25,716	25,818	-	-
Subsidiary companies		-	-	46,129	46,091
Associated companies		106,286	106,588	5,688	5,688
Long-term investments		70,003	72,041	-	-
Amounts receivable from subsidiary companies		-	-	6,500	6,500
Deferred tax asset		1,787	712	-	-
Other receivables		1,242	1,201	-	-
Current assets					
Amounts receivable from subsidiary companies		-	-	181,049	183,338
Amounts receivable from associated company		696	656	-	-
Trade debtors		21,646	7,687	-	-
Other debtors		845	1,229	72	93
Financial assets		62,348	66,802	-	-
Cash and bank balances		124,447	144,955	34,805	31,397
		209,982	221,329	215,926	214,828
Current liabilities					
Trade creditors		76,676	87,463	-	-
Other creditors		7,631	6,631	690	659
Bank borrowings	D	8,687	9,237	-	-
Provision for taxation		1,218	1,134	519	428
		94,212	104,465	1,209	1,087
Net current assets		115,770	116,864	214,717	213,741

Financial Statements

BALANCE SHEETS (Continued)

	Note	Group		Company	
		31 Mar 2011 \$'000	31 Dec 2010 \$'000	31 Mar 2011 \$'000	31 Dec 2010 \$'000
Non-current liabilities					
Bank borrowings	D	(10,292)	(10,454)	-	-
Deferred tax liability		(401)	(354)	(164)	(117)
Net assets		<u>311,136</u>	<u>312,662</u>	<u>272,870</u>	<u>271,903</u>
Equity					
Share capital		183,112	183,112	183,112	183,112
Capital reserve		589	609	137	137
Revenue reserve		134,700	132,887	89,621	88,654
Fair value adjustment reserve		(639)	2,163	-	-
Foreign currency translation reserve		(6,626)	(6,109)	-	-
Total equity		<u>311,136</u>	<u>312,662</u>	<u>272,870</u>	<u>271,903</u>

Financial Statements

STATEMENTS OF CHANGES IN EQUITY

(Amounts in Singapore dollars)

(These figures have not been audited)

Group 2011	Attributable to Owners of the Parent							Non-controlling Interests \$'000	Total Equity \$'000
	Share Capital \$'000	Revenue Reserve \$'000	Capital Reserve \$'000	Fair Value Adjustment Reserve \$'000	Foreign Currency Translation Reserve \$'000	Total \$'000			
Opening balance at 1 January 2011	183,112	132,887	609	2,163	(6,109)	312,662	-	312,662	
Profit for the period	-	2,273	-	-	-	2,273	-	2,273	
<u>Other comprehensive income / (loss)</u>									
Net loss on fair value changes of available-for-sale financial assets	-	-	-	(2,802)	-	(2,802)	-	(2,802)	
Share of other comprehensive loss of associated company	-	-	(20)	-	-	(20)	-	(20)	
Foreign currency translation	-	-	-	-	(517)	(517)	-	(517)	
Other comprehensive income / (loss) for the period	-	-	(20)	(2,802)	(517)	(3,339)	-	(3,339)	
Total comprehensive income / (loss) for the period	-	2,273	(20)	(2,802)	(517)	(1,066)	-	(1,066)	
<u>Contributions by and distributions to owners</u>									
Change in equity share of associated companies	-	(460)	-	-	-	(460)	-	(460)	
Total transactions with owners in their capacity as owners	-	(460)	-	-	-	(460)	-	(460)	
Closing balance at 31 March 2011	183,112	134,700	589	(639)	(6,626)	311,136	-	311,136	

Financial Statements

STATEMENTS OF CHANGES IN EQUITY (Continued)

Group 2010	Attributable to Owners of the Parent							Non-controlling Interests	Total Equity
	Share	Revenue	Capital	Fair Value	Foreign	Total			
	Capital	Reserve	Reserve	Adjustment	Currency				
	\$'000	\$'000	\$'000	Reserve	Translation	\$'000	\$'000		
Opening balance at 1 January 2010	183,112	110,825	362	2,433	(5,800)	290,932	4,526	295,458	
Profit for the period	-	4,436	-	-	-	4,436	343	4,779	
<u>Other comprehensive income / (loss)</u>									
Net loss on fair value changes of available-for-sale financial assets	-	-	-	(3,274)	-	(3,274)	-	(3,274)	
Share of other comprehensive loss of associated company	-	-	(102)	-	-	(102)	(44)	(146)	
Foreign currency translation	-	-	-	-	1,125	1,125	1,030	2,155	
Other comprehensive income / (loss) for the period	-	-	(102)	(3,274)	1,125	(2,251)	986	(1,265)	
Total comprehensive income / (loss) for the period	-	4,436	(102)	(3,274)	1,125	2,185	1,329	3,514	
<u>Contributions by and distributions to owners</u>									
Shares re-purchased	-	(622)	-	-	-	(622)	-	(622)	
Total transactions with owners in their capacity as owners	-	(622)	-	-	-	(622)	-	(622)	
Closing balance at 31 March 2010	183,112	114,639	260	(841)	(4,675)	292,495	5,855	298,350	

Financial Statements

STATEMENTS OF CHANGES IN EQUITY (Continued)

Company 2011	Share Capital \$'000	Revenue Reserve \$'000	Capital Reserve \$'000	Total Equity \$'000
Opening balance at 1 January 2011	183,112	88,654	137	271,903
Profit for the period	-	967	-	967
Total comprehensive income for the period	-	967	-	967
Closing balance at 31 March 2011	183,112	89,621	137	272,870

Company 2010	Share Capital \$'000	Revenue Reserve \$'000	Capital Reserve \$'000	Total Equity \$'000
Opening balance at 1 January 2010	183,112	76,798	137	260,047
Profit for the period	-	1,489	-	1,489
Total comprehensive income for the period	-	1,489	-	1,489
<u>Contributions by and distributions to owners</u>				
Shares re-purchased	-	(622)	-	(622)
Dividends on ordinary shares paid	-	-	-	-
Total transactions with owners in their capacity as owners	-	(622)	-	(622)
Closing balance at 31 March 2010	183,112	77,665	137	260,914

Financial Statements

CONSOLIDATED STATEMENT OF CASH FLOW

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

	Group	
	3 months ended	
	31 Mar 2011	31 Mar 2010
	\$'000	\$'000
Cash flow from operating activities:		
Profit before taxation	2,059	5,183
Adjustments for :-		
Depreciation of property, plant and equipment	193	180
Gain on disposal of property, plant and equipment	(99)	-
Interest expense	77	59
Interest income	(331)	(276)
Dividend income	(141)	(276)
(Gain) / loss on sale of long-term investments	(36)	290
Provision of allowance for doubtful debts	21	16
Fair value adjustment	2,495	(2,178)
Share of profit of associated companies	(945)	(1,343)
Operating profit before reinvestment in working capital	3,293	1,655
Increase in debtors	(13,614)	(3,474)
Decrease / (increase) in short-term investments	1,777	(15,198)
(Decrease) / increase in creditors	(9,886)	2,709
Cash flow used in operations	(18,430)	(14,308)
Interest paid	(20)	(52)
Interest received	268	180
Income tax paid	25	(44)
Net cash used in operating activities	(18,157)	(14,224)

Financial Statements

CONSOLIDATED STATEMENT OF CASH FLOW (Continued)

	Group	
	3 months ended	
	31 Mar 2011	31 Mar 2010
	\$'000	\$'000
Cash flow from investing activities:		
Purchase of property, plant and equipment	(875)	(44)
Proceeds from disposal of property, plant and equipment	99	-
Purchase of long-term investments	(1,606)	(9,947)
Proceeds from sale of long-term investments	382	2,714
Investment in associated company	(1,192)	-
Proceeds from disposal of associated companies	836	-
Net dividend received from associated companies	605	605
Dividend income	106	276
Net cash used in investing activities	<u>(1,645)</u>	<u>(6,396)</u>
Cash flow from financing activities:		
Shares re-purchased	-	(622)
Proceeds from / (repayment of) bank borrowings	(712)	(163)
Net cash used in financing activities	<u>(712)</u>	<u>(785)</u>
Net decrease in cash and cash equivalents	(20,514)	(21,405)
Effect of exchange rate changes in opening cash and cash equivalents	6	(898)
Cash and cash equivalents at beginning of period	144,955	83,330
Cash and cash equivalents at end of period	<u>124,447</u>	<u>61,027</u>

Cash and bank balances of the Group include fixed deposits of \$26,435,000 (2010: \$30,612,000) and other cash and bank balances of \$37,583,000 (2010: \$4,086,000) 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 MARCH 2011

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

A. SHARE CAPITAL

In the first quarter ended 31 March 2011, no (2010: 1,000,000) shares were purchased by the Company and no (2010: Nil) shares were issued in the same period. The total number of issued shares as at 31 March 2011 was 317,178,805 (2010: 317,178,805). The Company does not hold any treasury shares as at 31 March 2011 and 2010.

B. REVENUE AND EXPENSES

Profit before taxation includes the following:

	Group 3 months ended	
	31 Mar 2011	31 Mar 2010
	\$'000	\$'000
Commission and broking income –		
Commission	269	199
Forex broking income	4,460	101
Investment income –		
Fair value adjustment for short-term investments	(2,677)	1,581
Fair value adjustment for long-term investments	182	597
Gain on sale of short-term investments	3,724	2,680
Gain / (loss) on sale of long-term investments	36	(290)
Gross dividend income :		
- Quoted investments	141	276
Interest income :		
- Fixed deposits	66	63
- Others	265	213
Other income –		
Service income	1	100
Rental income	418	443
Finance cost –		
Interest expense -		
Bank loans and overdrafts	(67)	(33)
Others	(10)	(26)

Financial Statements

NOTES TO THE FINANCIAL STATEMENTS (Continued)

C. TAX

	Group	
	3 months ended	
	31 Mar 2011	31 Mar 2010
	\$'000	\$'000
Current taxation		
Current year	(126)	(70)
Underprovision in respect of prior years	(10)	-
Deferred tax	350	(334)
	<u>214</u>	<u>(404)</u>

D. AGGREGATE AMOUNT OF GROUP'S BORROWINGS

	Secured		Unsecured	
	31 Mar 2011	31 Dec 2010	31 Mar 2011	31 Dec 2010
	\$'000	\$'000	\$'000	\$'000
Amount due within one year	650	650	8,037	8,587
Amount due after one year	10,292	10,454	-	-
	<u>10,942</u>	<u>11,104</u>	<u>8,037</u>	<u>8,587</u>

The bank borrowing is secured against an investment property held by a subsidiary company.

E. EARNINGS PER SHARE

Basic and diluted earnings per share ("EPS") are calculated by dividing the profit attributable to shareholders after deducting minority interest of \$2,273,000 (2010: \$4,436,000) by the weighted average number of ordinary shares in issue during the period of 317,178,805 (2010: 317,845,472).

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

Financial Statements

NOTES TO THE FINANCIAL STATEMENTS (Continued)

F. NET ASSET VALUE PER SHARE

	Group		Company	
	31 Mar 2011	31 Dec 2010	31 Mar 2011	31 Dec 2010
Net asset value per share based on existing issued share capital as at the end of the respective period	98.09 cts	98.58 cts	86.03 cts	85.73 cts

G. 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.

DIVIDENDS

No dividend was declared or paid during the period ended 31 March 2011 (2010: Nil).

AUDIT

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

CONFIRMATION BY THE BOARD PURSUANT TO RULE 705(4)

The Board of Directors hereby confirm that, to the best of our knowledge, nothing has come to the attention of the board of directors of the Company which may render the unaudited Financial Statements of the Company and of the Group for the first quarter ended 31 March 2011 to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

Tan Cher Liang
Company Secretary

10 May 2011
Singapore