



Fourth Quarter & Full-Year Financial Statement and Dividend announcement for the period ended 31st December 2015 (Unaudited)

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

1(a) An income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year:

	Quarter Ended 31 Dec		%	Twelve months ended 31 Dec		%
	2015	2014		2015	2014	
	SS'000	SS'000 (Restated*)	Change	SS'000	SS'000 (Restated*)	Change
Turnover (Note 1)	83,418	120,069	-30.5%	411,924	449,327	-8.3%
Purchases and changes in inventories and direct service fees incurred (Note 2)	(77,578)	(113,274)	-31.5%	(383,640)	(418,167)	-8.3%
Commissions and other selling expenses (Note 3)	(42)	(221)	-81.0%	(277)	(1,480)	-81.3%
Other income - operating (Note 4)	957	647	47.9%	2,592	2,418	7.2%
Operating expenses (Note 5)	(5,808)	(9,380)	-38.1%	(31,519)	(39,753)	-20.7%
Other income - non operating (Note 14)	3,611	449	N.M.	3,741	3,068	21.9%
Other expenses - non operating (Note 17)	(1,322)	(49,641)	-97.3%	(494)	(49,716)	-99.0%
Interest income from deposits and investment securities (Note 20)	294	150	96.0%	591	825	-28.4%
Finance costs (Note 21)	(96)	(232)	-58.6%	(712)	(1,367)	-47.9%
Depreciation of property, plant and equipment (Note 22)	(348)	(386)	-9.8%	(1,152)	(1,956)	-41.1%
Amortisation of intangible assets (Note 23)	(99)	(1,444)	-93.1%	(184)	(5,437)	-96.6%
Profit / (Loss) before taxation						
From continuing operations	2,987	(53,263)	105.6%	870	(62,238)	101.4%
From discontinued operations	(39)	(177)	-78.0%	(210)	(225)	-6.7%
Total Profit / (Loss) before taxation	2,948	(53,440)	105.5%	660	(62,463)	101.1%
Taxation						
From continuing operations	439	6,246	-93.0%	408	6,501	-93.7%
From discontinued operations	-	(4)	-100.0%	(2)	(4)	-50.0%
Total taxation (Note 24)	439	6,242	-93.0%	406	6,497	-93.8%
Net Profit / (Loss) after tax for the period						
From continuing operations	3,426	(47,017)	107.3%	1,278	(55,737)	102.3%
From discontinued operations (Note 25)	(39)	(181)	-78.5%	(212)	(229)	-7.4%
Total Net Profit / (Loss) after tax for the period	3,387	(47,198)	107.2%	1,066	(55,966)	101.9%
Profit / (Loss) attributable to:						
Owners of the parent	3,220	(47,138)	106.8%	960	(55,846)	101.7%
Non-controlling interest (Note 26)	167	(60)	378.3%	106	(120)	188.3%
Total	3,387	(47,198)	107.2%	1,066	(55,966)	101.9%

N.M. - Not Meaningful

*Starting current financial period from 1.1.2015 (FY 2015), presentation currency has been changed from United States dollar ("US\$") to Singapore dollar ("S\$") (Please refer to announcement dated 27th March 2015) and accordingly prior period figures have also been restated.

Note 1

Turnover

	Quarter Ended 31 Dec		%	Twelve months ended 31 Dec		%
	2015	2014		2015	2014	
	SS'000	SS'000 (Restated*)	Change	SS'000	SS'000 (Restated*)	Change
Distribution of operator products and services	69,463	97,057	-28.4%	349,259	365,147	-4.4%
ICT distribution and managed services	10,905	13,965	-21.9%	45,196	45,951	-1.6%
Mobile devices distribution & retail	3,050	9,047	-66.3%	17,469	38,229	-54.3%
Total (Note 2)	83,418	120,069	-30.5%	411,924	449,327	-8.3%

Note 2

As announced on 2nd October 2015, overall clusters consolidation and reallocation exercise for the distribution of operator products carried out by one of the operators in Indonesia resulted in reduction in number of clusters to one of the subsidiaries of the company in Indonesia. Consequently, as anticipated, this resulted in significant reduction in revenue from Distribution of Operator products and services during the quarter ended 31st December 2015 ("Q4 2015") against corresponding quarter of preceding year ended 31st December 2014 ("Q4 2014"). Revenue from Distribution of Operator products and services in Indonesia has shown decline of 4.4% during current year ended 31st December 2015 against corresponding preceding year ended 31st December 2014 ("FY 2014"). Revenue from ICT distribution and managed services has shown a decline in Q4 2015 and FY 2015 over corresponding quarter Q4 2014 and FY 2014. There has been a planned reduction in revenue from Mobile devices distribution and retail. The company continues to move away from Device led business, which is not profitable and also taking steps to move away from loss making retail shops and only focus on profitable revenue stream. Correspondingly, there has been change in "Purchases and changes in inventories and direct services fee incurred".

Note 3

The decrease in commissions and other selling expenses was mainly due to decrease in VOIP stream of business of ICT distribution and managed services and sale of mobile devices.

Note 4

Other income - operating mainly included management support services fee, performance incentive from principals, Government subsidy and write back of certain accruals/liabilities no longer required.

Note 5

The operating expenses during Q4 2015 and FY 2015 given below showed significant reduction over Q4 2014 and FY 2014.

	Quarter Ended 31 Dec		%	Twelve months ended 31 Dec		%
	2015	2014		2015	2014	
	SS'000	SS'000	Change	SS'000	SS'000	Change
		(Restated*)			(Restated*)	
Personnel costs (Note 6)	(3,806)	(6,259)	-39.2%	(20,081)	(22,237)	-9.7%
Infrastructure costs (Note 7)	(839)	(968)	-13.3%	(4,075)	(4,779)	-14.7%
Marketing expenses (Note 8)	100	(318)	-131.4%	(1,185)	(1,026)	15.5%
Other expenses - operating (Note 9)	(1,263)	(1,835)	-31.2%	(6,178)	(11,711)	-47.2%
Total operating overheads	(5,808)	(9,380)	-38.1%	(31,519)	(39,753)	-20.7%

Note 6

During Q4 2015 and FY 2015, there has been reduction in manpower cost over corresponding quarter Q4 2014 and FY 2014, primarily due to reduction in head count consequent to reduction in allocation of clusters in Indonesia and ongoing rationalisation measures across the company. There had been increase in head count and manpower cost thereof in case of one of the subsidiaries under ICT distribution and managed services due to enhanced focus on services led business.

Note 7

The reduction in infrastructure costs in Q4 2015 and FY 2015 was mainly due to rationalisation of infrastructure requirements.

Note 8

Marketing expenses had been mainly on account of marketing outlay by Affinity group for its Distribution of operator products and services. In Q4 2015, certain accruals no longer required were written back.

Note 9

Other expenses - operating include the following:

	Quarter Ended 31 Dec		%	Twelve months ended 31 Dec		%
	2015	2014		2015	2014	
	SS'000	SS'000	Change	SS'000	SS'000	Change
		(Restated*)			(Restated*)	
Bank charges	(34)	(90)	-62.2%	(165)	(235)	-29.8%
Collection service fees	(67)	(8)	737.5%	(229)	(323)	-29.1%
Equipment maintenance	(57)	(112)	-49.1%	(398)	(425)	-6.4%
Equipment rental	(59)	(64)	-7.8%	(282)	(295)	-4.4%
Foreign exchange gain/ (loss) (Note 10)	129	429	-69.9%	937	1,040	-9.9%
Freight and postage charges	(31)	(40)	-22.5%	(111)	(105)	5.7%
Printing & stationery	(22)	(59)	-62.7%	(97)	(176)	-44.9%
Professional fees (Note 11)	(429)	(832)	-48.4%	(1,682)	(3,052)	-44.9%
(Provision)/write-back of allowance/(write off) of doubtful non-trade debts (Note 12)	(51)	(266)	-80.8%	(29)	(288)	-89.9%
(Provision)/write-back of allowance/(write off) of doubtful trade debts (Note 12)	164	(533)	-130.8%	(146)	(542)	-73.1%
(Provision)/write-back of allowance for stocks obsolescence/(write off) of stocks (Note 12)	(193)	766	-125.2%	(847)	(3,262)	-74.0%
Telecommunication expenses (Note 13)	(118)	(203)	-41.9%	(559)	(759)	-26.4%
Travelling & entertainment expenses (Note 13)	(360)	(456)	-21.1%	(1,597)	(2,020)	-20.9%
Others	(135)	(367)	-63.2%	(973)	(1,269)	-23.3%
Total other expenses - operating	(1,263)	(1,835)	-31.2%	(6,178)	(11,711)	-47.2%

Note 10

The foreign exchange movement recognised in Q4 2015 and FY 2015 was mainly due to unrealised and realised foreign exchange gain/(loss) incurred on fluctuation of SGD against USD, MYR, THB, IDR and INR.

Note 11

There was reduction in professional fee during Q4 2015 and FY 2015 against Q4 2014 and FY 2014 respectively. In FY 2014, the professional fees was higher mainly due to costs incurred with respect to special audit procedures undertaken consequent to emphasis of matters reported by then auditors in respect of accounts for the year ended 31st December 2013 (For details, please refer to announcement dated 25th March 2014) and also legal expenses incurred for a case.

Note 12

The amounts during Q4 2015 and FY 2015 mainly represented allowances to adjust carrying value of trade/non trade receivables & inventories and is net off the provision written back in respect of certain stocks written off during previous quarter mainly relating to Mobile devices of Affinity group. During FY 2014, there had been sale of Specified Assets of mobility subsidiaries of the company in Malaysia ("Spice Malaysia") including inventories and assignment of certain trade receivables. Consequently, write off against such assignment had been recognised under write off of trade debts during FY 2014. Allowances recognised in past in respect of these receivables and inventories had been written back. Please also refer to announcement dated 17th June 2014.

Note 13

The decrease in these operating expenses is mainly on account of reduction in business volumes as compared to FY 2014.

Note 14

Other income - non operating include the following:

	Quarter Ended 31 Dec		%	Twelve months ended 31 Dec		%
	2015	2014		2015	2014	
	SS'000	SS'000	Change	SS'000	SS'000	Change
		(Restated*)			(Restated*)	
Fair value gain on investment securities (Note 33)	-	-	-	130	-	-
Gain on disposal of property, plant and equipment (Note 15)	133	431	-69.1%	133	452	-70.6%
Gain on disposal of investment (Note 25)	3,478	-	-	3,478	-	-
Others (Note 16)	-	18	-	-	2,616	-
Total other income - non operating	3,611	449	N.M.	3,741	3,068	21.9%

Note 15

The gain on disposal of property, plant and equipments was mainly on account of assets of Affinity disposed off, as no longer required.

Note 16

Other income - non operating in FY 2014 represented in main the consideration against settlement of certain arbitration proceedings.

Note 17

Other expenses - non operating include the following:

	Quarter Ended 31 Dec		%	Twelve months ended 31 Dec		%
	2015	2014		2015	2014	
	SS'000	SS'000	Change	SS'000	SS'000	Change
		(Restated*)			(Restated*)	
Impairment of intangible assets (Note 18)	78	(45,738)	-	78	(45,738)	-
Impairment of property, plant and equipment	-	(398)	-	-	(413)	-
Others (Note 19)	(1,400)	(3,505)	-60.1%	(572)	(3,565)	-84.0%
Total other expenses - non operating	(1,322)	(49,641)	-97.3%	(494)	(49,716)	-99.0%

Note 18

In accordance with FRS 36 "Impairment of Assets", the Group had carried out impairment testing as at the end of previous year FY 2014. Accordingly, to the extent that the Carrying Amounts exceeded the Recoverable Amounts, Goodwill and other intangible assets arisen out of acquisition in case of Affinity Group and subsidiaries forming part of ICT distribution and managed services had been impaired. The impairment charge in respect of Affinity Group had primarily been on account of changing preference of customers for mobility products and a paradigm shift in the distribution channel via e-commerce and on-line marketing of mobility products. Impairment charge in respect of subsidiaries of ICT distribution and managed services resulted due to relatively lower potential earning capacity due to industry challenges and severe downturn in VOIP retail businesses. With above referred impairment, there were no more such assets left that were required to be tested for impairment during FY 2015.

Note 19

The amount in Q4 2015 and FY 2015 mainly represented certain costs related to ongoing restructuring initiatives and probable losses at the time of receipt of last payment from disposal of Voice business. (Please also refer to announcement dated 30th December 2015 in respect of disposal of Voice business). This was partially offset by write back of certain portion of accruals, as no longer required. These accruals were in respect of certain non-recurring costs recognised in FY 2014 as part of alignment of certain business segments in light of industry shifts.

Note 20

The interest income during Q4 2015 and FY 2015 was mainly on account of deposits with the banks. FY 2014 included interest income on account of a 7 years term loan disbursed in year 2008, that came with certain warrants. The loan was interest free for first 5 years and payable on 30th April 2015. The company entered into a deed of addendum dated 24th September 2014, whereby, the interest ceased to accrue thereafter. (Please refer to announcement dated 24th September 2014). Consequently Q4 2015, Q4 2014 and FY 2015 did not have such interest income.

Note 21

The reduction in finance cost during Q4 2015 and FY 2015 was mainly on account of reduced loans and bank borrowings by Affinity group.

Note 22

The reduction in depreciation was mainly on account of Affinity group.

Note 23

Consequent to impairment of intangible assets as at 31st December 2014, arisen out of acquisitions in earlier years, there was significant reduction in amortisation of intangible assets during Q4 2015 and FY 2015 against corresponding quarter Q4 2014 and FY 2014.

Note 24

During Q4 2015, certain provision/s recognised in past in respect of certain subsidiaries under ICT Distribution and Managed services were reversed, as no longer required. Consequent to amortisation of intangible assets recognised as part of acquisitions in earlier years, corresponding amounts towards deferred tax liabilities were reversed during Q4 2014 and FY 2014. With impairment of these intangible assets on 31st December 2014, related deferred tax liabilities were also reversed. During Q4 2015 and FY 2015, another subsidiary under ICT Distribution and Managed services recognised lower provision for taxes against corresponding periods in previous year.

Note 25

Voice Business (Mediating Communications Pte. Ltd. & Mediating Network Services Pte. Ltd.)

The Group has disposed off its investment in its subsidiaries namely Mediating Communications Pte. Ltd. ("MRC") and Mediating Network Services Pte. Ltd. ("MRNS") for a consideration of S\$3,000,000 payable in four instalments. The first closing of the Voice Business SPA has been completed on 30th December 2015. (Please refer to announcement dated 30th December 2015). For the purposes of consolidation of its results for group and gain/(loss) on disposal, the company has considered its operating results for the period ended 30th November 2015 and financial position as at 30th November 2015 respectively, being latest set of month end results.

The results of MRC & MRNS for the period ended 30th November 2015 are as follows:

	1/01/2015 - 30/11/2015
	SS'000
Turnover	3,385
Purchases and changes in inventories and direct service fees incurred	(2,515)
Commissions and other selling expenses	(6)
Other income - operating	39
Personnel costs	(311)
Infrastructure costs	(208)
Marketing expenses	(2)
Other operating expenses	(332)
Depreciation of property, plant and equipment	(156)
Loss before taxation	(106)
Taxation	-
Loss for the period from discontinued operation	(106)

The major classes of assets and liabilities of Voice Business (MRC & MRNS) as at 30th November 2015, gain on its disposal and net cash inflow are as follows:

	30/11/2015
	SS'000
Property, plant and equipment	479
Intangible assets	103
Trade debtors, current	764
Other debtors and deposits, current	140
Cash and cash equivalents	399
Trade creditors	(352)
Other creditors and accruals, current	(427)
Net assets attributable to owners of the parent	1,106
Gain on disposal of a subsidiary	1,799
Less: Cash and cash equivalents	(399)
Net cash	2,506

I-Gate Holdings Sdn Bhd

The Group has also disposed off its investment in one of its subsidiaries namely I-Gate Holdings Sdn Bhd ("IGH") for a consideration of RM 75,000. The closing of the I-Gate disposal has been completed on 30th December 2015. (Please refer to announcement dated 30th December 2015). For the purposes of consolidation of its results for group and gain/(loss) on disposal, the company has considered its operating results for the period ended 30th November 2015 and financial position as at 30th November 2015 respectively, being the latest set of month end results. Interest on inter company loans, since eliminated at group level, has also not been considered for the purposes of gain/(loss) on disposal at group level. In accordance with FRS 21 "The Effects of Changes in Foreign Exchange Rates", the cumulative translation reserve pertaining to I Gate group has also been reclassified from equity to profit.

The results of I-Gate Holdings Sdn Bhd for the period ended 30th November 2015 were as follows:

	1/01/2015 - 30/11/2015
	S'000
Turnover	1,841
Purchases and changes in inventories and direct service fees incurred	(1,482)
Other income - operating	157
Personnel costs	(143)
Infrastructure costs	(204)
Other operating expenses	(273)
Depreciation of property, plant and equipment	(1)
Finance cost	1
Loss before taxation	(104)
Taxation	(2)
Loss for the period from discontinued operation	(106)

The major classes of assets and liabilities of I-Gate Holdings Sdn Bhd as at 30th November 2015, gain on its disposal and net cash outflow are as follows:

	30/11/2015
	SS'000
Property, plant and equipment	9
Intangible assets	2
Stocks	68
Trade debtors, current	38
Other debtors and deposits, current	188
Cash and cash equivalents	71
Trade creditors	(20)
Other creditors and accruals, current	(333)
Net assets attributable to owners of the parent	23
Gain on disposal of a subsidiary	2
Less: Cash and cash equivalents	(71)
Net cash	(46)
Cumulative exchange differences in respect of the net assets of the subsidiary reclassified from equity to profit on loss of control of subsidiary	1,677

Note 26

Profit/(Loss) attributable to Non controlling interest relates to one of the subsidiaries of Affinity group.

A statement of comprehensive income for the group, together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Quarter Ended 31 Dec		%	Twelve months ended 31 Dec		%
	2015	2014		2015	2014	
	SS'000	SS'000	Change	SS'000	SS'000	Change
		(Restated*)			(Restated*)	
Profit/ (loss) for the period	3,387	(47,198)	107.2%	1,066	(55,966)	101.9%
Other comprehensive income:						
Items that may be reclassified subsequently to profit and loss:						
Foreign currency translation (Note 27)	(6,087)	(6,712)	-9.3%	(1,492)	(6,283)	N.M
Net gain/ (loss) on available-for-sale financial assets	(53)	(23)	N.M.	(84)	42	N.M
Other comprehensive loss for the period	(6,140)	(6,735)	-8.8%	(1,576)	(6,241)	N.M
Total comprehensive loss for the period	(2,753)	(53,933)	-94.9%	(510)	(62,207)	-99.2%
Total comprehensive Income/ (Loss) attributable to:						
Owners of the parent	(2,782)	(53,873)	-94.8%	(467)	(62,023)	-99.2%
Non-controlling interest	29	(60)	-148.3%	(43)	(184)	-76.6%
Total	(2,753)	(53,933)	-94.9%	(510)	(62,207)	-99.2%

N.M. - Not Meaningful

Note 27

The movement in foreign currency translation was mainly due to movement of USD, MYR, THB, INR and IDR against SGD in Q4 2015 and FY 2015.

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.

	Group		Company	
	31 Dec 15	31 Dec 14	31 Dec 15	31 Dec 14
	SS'000	SS'000	SS'000	SS'000
		(Restated*)		(Restated*)
Current assets	77,612	93,202	33,750	35,065
Inventories (Note 28)	11,660	18,942	-	110
Trade receivables (Note 29)	10,286	14,980	405	819
Other receivables and deposits (Note 30)	6,365	5,633	2,649	1,057
Prepayments (Note 31)	2,209	3,307	153	522
Due from subsidiaries (Note 32)	-	-	158	837
Investment securities (Note 33)	1,687	1,200	1,687	1,200
Cash and bank deposits pledged (Note 42)	11,539	7,674	4,878	4,775
Cash and cash equivalents	32,802	37,053	23,820	25,745
Tax recoverable (Note 34)	1,064	4,413	-	-
Non-current Assets	6,455	10,359	23,482	26,837
Property, plant and equipment (Note 35)	5,256	6,620	256	361
Intangible assets (Note 36)	42	245	39	81
Investments in subsidiaries	-	-	5,912	8,533
Investment securities (Note 33)	137	1,892	137	1,892
Long-term loans and advances to subsidiaries (Note 32)	-	-	16,451	15,970
Deferred tax assets (Note 37)	233	112	-	-
Trade receivables (Note 29)	-	275	-	-
Tax recoverable (Note 34)	-	1,123	-	-
Other receivables and deposits (Note 30)	787	92	687	-
Total Assets	84,067	103,561	57,232	61,902
Current liabilities	25,258	43,153	11,818	23,143
Trade creditors (Note 38)	8,112	16,036	1,201	3,083
Other creditors and accruals (Note 39)	10,105	12,630	2,623	3,714
Deferred revenue (Note 40)	2,677	1,707	280	465
Lease obligations (Note 41)	289	223	29	27
Loans and bank borrowings (Note 42)	3,829	10,739	-	-
Due to subsidiaries (Note 32)	-	-	7,685	15,854
Tax payable (Note 43)	246	1,818	-	-
Non-current liabilities	978	2,067	167	175
Deferred tax liabilities	-	4	-	-
Provision for employee benefits (Note 44)	786	1,167	-	-
Lease obligations (Note 41)	192	646	167	175
Loans and bank borrowings (Note 42)	-	250	-	-
Total Liabilities	26,236	45,220	11,985	23,318
Equity attributable to the owners of the parent				
Share capital	590,515	590,515	590,515	590,515
Accumulated losses	(458,390)	(459,350)	(482,029)	(486,761)
Other reserves	(6,140)	(5,447)	(9,530)	(8,836)
Translation reserve (Note 27)	(68,085)	(67,351)	(53,709)	(56,334)
	57,900	58,367	45,247	38,584
Non-controlling interest (Note 26)	(69)	(26)	-	-
Total Equity	57,831	58,341	45,247	38,584
Total liabilities and equity	84,067	103,561	57,232	61,902

Note 28

The decrease in Inventories of SS 7.3 million was mainly due to inventory reduction in Operator products and services, Mobile devices and ICT products.

Note 29

There has been net decrease of SS 4.6 million in trade receivables mainly on account of decrease in respect of Affinity Group and Cavu Group, partially offset by increase in trade receivables of Bharat IT.

Note 30

The increase in Other Receivables and Deposits had mainly been on account of balance amount receivable against disposal of Voice business, in case of Bharat IT, on account of Deposits paid including for new office and receivables on account of Support Services provided to a related party.

Note 31

The decrease in prepayments had mainly been in respect of Affinity group and S i2i. This decrease has been partially offset by increase in respect of Cavu group.

Note 32

The movement in loans and advances to subsidiaries had mainly been on account of disposal of Voice business during the year.

Note 33

The reduction in Investment Securities had been on account of repayment received in terms of the agreement with party to whom loan had been advanced in year 2008. The company had signed a deed of addendum dated 24th September 2014 (please refer to announcement dated 24th September 2014). The party had met its commitments towards partial payment up to 31st March 2015. During Q2 2015, a fair value gain of SGD 0.1 million had also been recognised in respect of these investment securities.

Note 34

The movement in Tax recoverable was mainly on account of refund received by Affinity Group.

Note 35

The decrease in property, plant and equipment was mainly due to depreciation of S\$1.1 million recognised during FY 2015, disposal of Voice business and certain assets of Affinity group no longer required. The decrease was partially offset by increase in certain assets of Affinity group and Cavu group.

Note 36

The decrease in intangible assets had mainly been on account of usual amortisation during the year and also disposal of Voice business during the year.

Note 37

The increase in deferred tax assets was in respect of Bharat IT.

Note 38

The decrease in Trade Creditors had mainly been in respect of Affinity Group, Cavu Group and Bharat IT.

Note 39

The decrease in other creditors and accruals was mainly in respect of Si2i, Affinity and Newtel. The decrease has been partially offset by increase in other creditors and accruals in respect of Bharat IT and Cavu group of subsidiaries.

Note 40

The increase in deferred revenue was mainly in case of Cavu Group.

Note 41

The reduction in Lease obligations is mainly in respect of Cavu Group.

Note 42

There has been increase in pledged bank deposits primarily in case of Bharat IT for obtaining letters of credit and bank guarantees. The movement in loans and borrowings was mainly on account of utilisation of credit facilities with the banks by Affinity and Cavu group, corresponding to the level of operations.

Note 43

The decrease in tax payable was mainly in case of Bharat IT and Cavu group.

Note 44

Decrease in provision for employee benefits had mainly been on account of reversal of provision/s no longer required, consequent to reduction in manpower of Affinity.

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

Amount repayable in one year or less, or on demand

As at 31/12/2015		As at 31/12/2014	
Secured (S\$'000)	Unsecured (S\$'000)	Secured (S\$'000)	Unsecured (S\$'000)
2,952	1,166	7,304	3,658

Amount repayable after one year

192	-	646	250
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Details of any collateral

- Subsidiaries' current assets of S\$22.4 million (31/12/2014 : S\$22.0 million) and property, plant and equipment with carrying amount of S\$1.7 million (31/12/2014: S\$1.9 million) are pledged as security for bank guarantees, letters of credit and other bank services.
- Corporate guarantees of S\$9.3 million (31/12/2014 : S\$8.0 million) were given by the Company to enable a subsidiary to obtain credit facility from a supplier.
- Corporate guarantees of S\$5.7 million (31/12/2014 : S\$5.6 million) were given by the subsidiary to enable its subsidiaries to obtain credit facility from suppliers.
- Corporate guarantees of S\$3.0 million (31/12/2014 : S\$3.0 million) were given by the subsidiary to enable its subsidiaries to obtain banking facilities.

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

	Quarter ended 31 Dec		Twelve months ended 31 Dec	
	2015	2014	2015	2014
	SS'000	SS'000	SS'000	SS'000
Cash flows from operating activities				
Profit/ (Loss) before taxation	2,987	(53,263)	870	(62,238)
Loss before taxation from discontinued operations	(39)	(177)	(210)	(225)
Total Profit/ (Loss) before taxation	2,948	(53,440)	660	(62,463)
Adjustments for:				
Depreciation and amortisation	477	1,890	1,494	7,587
Allowance for/ write off of doubtful non-trade debts	49	467	53	489
Provision/(write-back) of allowance / write off of doubtful trade debts	(144)	937	111	1,052
Provision/(write-back) of allowance/ write off of stock obsolescence	(1,170)	1,989	(1,674)	897
Gain on disposal of subsidiaries	(3,478)	-	(3,478)	-
Interest income from bonds, deposits and investment securities	(294)	(150)	(591)	(825)
Impairment of fixed assets	-	483	-	498
Impairment of intangible assets	(78)	45,738	(78)	45,738
Finance cost	95	237	711	1,379
Translation differences	1,170	(1,475)	755	(1,357)
Other items	(419)	(162)	(643)	(269)
Operating Profit/ (Loss) before working capital changes	(844)	(3,486)	(2,680)	(7,274)
Changes in working capital				
Decrease/(Increase) in Inventories	(1,871)	(5,408)	8,233	8,295
Decrease/(Increase) in Trade Receivables	(1,380)	5,107	4,834	16,006
Decrease/(Increase) in other receivables and deposits	978	(3,330)	812	1,613
Decrease in prepayments	1,115	8,224	1,098	2,092
Increase/ (Decrease) in trade creditors	1,921	1,701	(7,551)	921
Decrease in other creditors and accruals	(507)	(758)	(1,765)	(2,820)
Increase/(Decrease) in deferred revenue	230	(723)	970	154
Cash generated/ (used) from operating activities	(358)	1,327	3,951	18,987
Interest paid	(95)	(594)	(711)	(1,443)
Tax refunded/(paid)	(328)	893	2,016	(203)
Net cash generated from/ (used in) operating activities	(781)	1,626	5,256	17,341
Cash flows from investing activities				
Interest income received from bonds, deposits and investment securities	130	101	500	545
Disposal of subsidiary I-Gate Holdings, net of cash disposed	(46)	-	(46)	-
Disposal of subsidiary MRC & MRNS, net of cash disposed	501	-	501	-
Proceeds from disposal of property, plant and equipment	6	579	86	779
Proceeds from investment securities	-	780	1,200	780
Purchase of property, plant and equipment	(179)	(93)	(619)	(1,892)
Purchase of intangible assets	(3)	(23)	(3)	(234)
Net cash (used in)/ generated from investing activities	409	1,344	1,619	(22)
Cash flows from financing activities				
Decrease/ (increase) in cash and bank deposits pledged (Note 42)	(1,934)	(3,686)	(3,865)	833
Proceeds from/(repayment of) loans and bank borrowings (Note 42)	2,863	(2,789)	(6,873)	(6,995)
(Repayment of) obligations under finance leases	(28)	(800)	(388)	(2,735)
Net cash generated from (used in) financing activities	901	(7,275)	(11,126)	(8,897)
Net increase/(decrease) in cash and cash equivalents	529	(4,305)	(4,251)	8,422
Cash and cash equivalents at beginning of the period	32,273	41,358	37,053	28,631
Cash and cash equivalents at end of the period	32,802	37,053	32,802	37,053

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 capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Equity attributable to the owner of the parent					Non-controlling interest SS'000	Total Equity SS'000
	Share capital SS'000	Accumulated losses SS'000	Other reserves SS'000	Translation reserve SS'000	Total SS'000		
The Group							
Balance as at 1 January 2015**	590,515	(459,350)	(5,447)	(67,351)	58,367	(26)	58,341
Total comprehensive income/ (loss) for the period	-	(2,260)	(643)	5,218	2,315	(72)	2,243
Balance as at 30 September 2015	590,515	(461,610)	(6,090)	(62,133)	60,682	(98)	60,584
Total comprehensive (loss)/ income for the period	-	3,220	(50)	(5,952)	(2,782)	29	(2,753)
Balance as at 31 December 2015	590,515	(458,390)	(6,140)	(68,085)	57,900	(69)	57,831
Balance as at 1 January 2014	590,515	(403,568)	(3,959)	(62,598)	120,390	158	120,548
Total comprehensive (loss)/ income for the period	-	(8,708)	66	428	(8,214)	(60)	(8,274)
Partial disposal of interest in subsidiary	-	64	-	-	64	(64)	-
Balance as at 30 September 2014	590,515	(412,212)	(3,893)	(62,170)	112,240	34	112,274
Total comprehensive (loss)/ income for the period	-	(47,138)	(1,554)	(5,181)	(53,873)	(60)	(53,933)
Balance as at 31 December 2014	590,515	(459,350)	(5,447)	(67,351)	58,367	(26)	58,341

	Share capital SS'000	Accumulated losses SS'000	Other reserves SS'000	Translation reserve SS'000	Total SS'000
The Company					
Balance as at 1 January 2015	590,515	(486,761)	(8,836)	(56,334)	38,584
Total comprehensive (loss)/ income for the period	-	4,702	(710)	836	4,828
Balance as at 30 September 2015	590,515	(482,059)	(9,546)	(55,498)	43,412
Total comprehensive (loss)/ income for the period	-	30	16	1,789	1,835
Balance as at 31 December 2015	590,515	(482,029)	(9,530)	(53,709)	45,247
Balance as at 1 January 2014	590,515	(422,680)	(8,707)	(62,565)	96,563
Total comprehensive (loss)/ income for the period	-	1,549	66	806	2,421
Balance as at 30 September 2014	590,515	(421,131)	(8,641)	(61,759)	98,984
Total comprehensive (loss)/ income for the period	-	(65,630)	(195)	5,425	(60,400)
Balance as at 31 December 2014	590,515	(486,761)	(8,836)	(56,334)	38,584

**Restated- consequent to retrospective working post change in presentation currency effective 1st January 2015. Please also refer to note appended to the income statement.

- 1(d)(ii) Details of any changes in the company's share capital arising from rights 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 the 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 period.

	No. of Shares	
	31 Dec 15	30 Sep 15
Issued shares at the beginning of the period	13,712,452	13,712,452
Total issued shares at the end of the period	13,712,452	13,712,452

Share consolidation was completed on 30th June 2015 (please refer to announcement dated 30th June 2015).

The details of the outstanding share options and share awards granted under the Employees' Share Option Schemes and Share Plans respectively are as follows:

	No. of Shares	
	31 Dec 15	31 Dec 14
Options granted under 1999 S i2i Employees' Share Option Scheme II	785	547,645
Options granted under 2014 S i2i Employees' Stock Option plan	685,500	-

- 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.

Total number of issued shares as at 31st December 2015 is 13,712,452 (31st December 2014 : 5,484,980,836).

- 1(d)(iv) A statement showing all sales, transfer, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

Not Applicable.

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.

3. Where the figures have been audited or reviewed, the auditor's 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 as the audited financial statements for the year ended 31 December 2014, except as disclosed in Para 5, below.

5. If there are any changes in the accounting policies and method of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

Starting current financial period from 1.1.2015 (FY 2015), presentation currency has been changed from United States dollar ("US\$") to Singapore dollar ("S\$") (Please refer to announcement dated 27th March 2015) and accordingly prior period figures have also been restated.

The Group has adopted the new or revised Singapore Financial Reporting Standards (FRS) and Interpretations (INT FRS) that are effective in this financial year. The adoption of these FRS does not have any significant impact on the financial statements.

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.

	Group			
	Quarter Ended 31 Dec		Twelve months ended 31 Dec	
	2015	2014	2015	2014
		(Restated*)		(Restated*)
Earning per ordinary share for the period after deducting any provision for preference dividends:-				
i) Based on weighted average number of ordinary share in issue (S\$ cent)	23.48 cents	(343.76 cents)	7.01 cents	(407.26 cents)
ii) On a fully diluted basis (S\$ cent)	23.48 cents	(343.76 cents)	7.01 cents	(407.26 cents)

Share consolidation was completed on 30th June 2015 (please refer to announcement dated 30th June 2015). Accordingly, the number of consolidated shares have been used for arriving earning per share for all periods covered above.

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	
	31 Dec 15	31 Dec 14	31 Dec 15	31 Dec 14
		(Restated*)		(Restated*)
Net asset backing per ordinary share is calculated based on 13,712,452 (31/12/2014 : 5,484,980,836) ordinary shares in issue at the end of the period under review and of the immediate preceding financial year (S\$ cent).	422.24 cents	1.06 cents	329.97 cents	0.70 cent

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.**

The group recorded a turnover of S\$83.4 million during current quarter Q4 2015 - a decrease of 30.5% over revenue of corresponding quarter Q4 2014. As announced on 2nd October 2015, overall clusters consolidation and reallocation exercise for the distribution of operator products carried out by one of the operators in Indonesia resulted in reduction in number of clusters to one of the subsidiaries of the company in Indonesia. Consequently, as anticipated, this resulted in significant reduction in revenue from Distribution of Operator products and services during the quarter ended 31st December 2015 ("Q4 2015") against corresponding quarter of preceding year ended 31st December 2014 ("Q4 2014"). Revenue from Distribution of Operator products and services in Indonesia has shown decline of 4.4% during current year ended 31st December 2015 against corresponding preceding year ended 31st December 2014 ("FY 2014"). Revenue from ICT distribution and managed services has shown a decline in Q4 2015 and FY 2015 over corresponding quarter Q4 2014 and FY 2014. There has been a planned reduction in revenue from Mobile devices distribution and retail. The company continues to move away from Device led business, which is not profitable and also taking steps to move away from loss making retail shops and only focus on profitable revenue stream. Correspondingly, there has been change in "Purchases and changes in inventories and direct services fee incurred".

There was a decrease in overheads on account of ongoing cost optimisation measures taken by the company including consequent to reduction in clusters in Indonesia as explained above.

Corresponding decrease in purchase and changes in inventories and direct services fee incurred to decrease in turnover and significant reduction in operating expenses resulted in improvement in operating results during Q4 2015 and FY 2015 against Q4 2014 and FY 2014.

During Q4 2015 and FY 2015, certain subsidiaries had been disposed and correspondingly gain on disposal has been recognised during Q4 2015. In accordance with FRS 21 "The Effects of Changes in Foreign Exchange Rates", the cumulative translation reserve pertaining to I Gate group has also been reclassified from equity to profit. Certain costs related to ongoing restructuring initiatives and probable losses at the time of receipt of last payment from disposal of Voice business (Please also refer to announcement dated 30th December 2015 in respect of disposal of Voice business) were incurred/recognized during Q4 2015 and FY 2015. This was partially offset by write back of certain portion of accruals, as no longer required. These accruals were in respect of certain non-recurring costs recognised in FY 2014 as part of alignment of certain business segments in light of industry shifts. During Q4 2014 and FY 2014, in accordance with FRS 36, certain intangible assets arisen as part of acquisition of businesses in past were impaired resulting in higher losses during the period/s.

The Group earned net profit after tax of S\$ 3.4 million during Q4 2015 against loss after tax of S\$ 47.2 million during Q4 2014. The Group also earned profit after tax of S\$ 1.1 million during FY 2015 against loss after tax of S\$ 55.9 million during corresponding year FY 2014.

There had been reduction mainly in stocks, trade debtors, trade creditors and loans & borrowings during the year.

Cash in hand (Net of borrowings) as at 31st December 2015 had been S\$40.0 million against S\$32.9 million as at 31 December 2014.

9. **Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.**

There was no forecast or prospect statement disclosed to shareholders previously.

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 period and the next 12 months.**

The company keeps its focus on operator business, continuously cutting costs and trying to improve margins and hold the existing clusters for Distribution of operator products & services business. Cash flow management, marketing as per operator guidelines and swift execution is the key strength of the company in this business unit. The company continues to strive to get more clusters, after losing some key clusters in Oct 2015 renewals in the ongoing process as setup by the operators. The team is also working hard to complete all relevant KPIs needed to clear probation by end March 2016 for the remaining clusters. There is still risk that clusters could be consolidated and hence lost due to operator future strategy in some cases, and after probation period, on the other hand there could be a gain in some operator arena as well.

The company continues to move away from Device led business, which is being wound down to the last stage now, which is not profitable and also taking steps to move away from loss making retail shops.

The ICT distribution & managed services is a highly competitive business primarily based out of Singapore. The industry is saturating and there is a challenge in this industry especially in the manufacturing and the banking sector. The company will continue to work very closely with the partners like HP, IBM and other MNC partners and consolidate and grow the business with focus on service led solutions which has higher margins. The company is now focusing on large account deals and continues to grow services oriented project based business as compared to hardware oriented sale. Singapore ICT is a tough market with mostly covered on computerization. The growth is in system integration and new solutions aligned with strategy with key principals. The company is taking cost cutting measure and service oriented sales strategy to improve margins.

To move towards getting out of the watch list, the company has formed a Turnaround committee with Board members and various key team members involved as per requirement. The company and the turnaround committee is working on a time bound plan to cut down all loss making business units, and the divestment of Voice business and I Gate entities is the first result this team has produced. The company has also cut down and curtailed/managed cost to keep the cash intact as far as possible.

11. Dividend

(a) Current Financial Period Reported On

Any dividend recommended for the current financial period reported on? None

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend recommended for the corresponding period of the immediately preceding financial year? No

(c) Date payable

Not applicable

(d) Books closure date

Not applicable

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

No dividend has been declared or recommended.

13. Utilisation of Rights Issue proceeds

Not Applicable.

14. Interested persons transactions disclosure

Name of interested person	Aggregate value of all interested person transactions during the period under review (excluding transactions less than SGD100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than SGD100,000)
	Quarter ended 31 Dec 2015	Quarter ended 31 Dec 2015
	SS'000	SS'000
Spice Retail Limited	74	-

There was neither renewal nor new IPT mandate obtained during the Annual General Meeting of the Company held on 30th April 2015.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT (This part is not applicable to Q1, Q2, Q3 or Half Year Results)

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.

Operating Segments

- a) Distribution of operator products and services
i) Distribution of mobile prepaid cards
- b) ICT distribution and managed services
i) Supply, rental, maintenance and servicing of computer hardware and peripheral equipment; and
ii) Systems integration service related to computer equipment and peripherals, storage systems and networking products.
iii) "PC-Phone" service that allows users to make calls from their PC to any phone in the world;
iv) "GCC" service that offers users the means to make low cost calls via IP infrastructure;
v) IDD, Mobile VoIP and VoIP telephony services to corporate users and consumers;
vi) "Enterprise" service that allows corporate users to make calls via their existing corporate PABX and internet access;
vii) Wholesale traffic terminating services to carriers and service providers; and
viii) "Technology Licensing" service that offers connectivity and interoperability solutions to telecommunication carriers and wholesale clearing houses.
ix) "ISP" service that offers an extensive portfolio of data services include Broadband, Lease line Access, Private Network, Network Security, Hosted Services and IT Solutions to corporate users and consumers;
- c) Mobile devices distribution and retail
i) Sale of mobile handsets, related products and services.

	2015				
	Twelve months ended 31 Dec 2015				
	Distribution of operator products and services (S\$'000)	ICT distribution and managed services (S\$'000)	Mobile devices distribution & retail (S\$'000)	Operation related to disposal group classified as held for sale (S\$'000)	Group (S\$'000)
Turnover - external sales	349,259	45,196	17,469	5,226	417,150
Cost of goods sold and direct service fees incurred	(333,585)	(33,768)	(16,287)	(3,997)	(387,637)
Commissions and other selling expenses	(22)	(241)	(14)	(6)	(283)
Other income - operating	228	524	1,840	196	2,788
Personnel costs	(7,102)	(10,783)	(2,196)	(454)	(20,535)
Infrastructure costs	(1,059)	(1,405)	(1,611)	(412)	(4,487)
Marketing expenses	(1,146)	(12)	(27)	(2)	(1,187)
Foreign exchange gain/ (loss)	(45)	716	266	(46)	891
Other expenses - operating	(2,420)	(3,465)	(1,230)	(559)	(7,674)
Interest income from deposits and investment securities	64	489	38	-	591
Finance costs	(407)	(262)	(43)	1	(711)
Depreciation of property, plant and equipment	(407)	(314)	(431)	(157)	(1,309)
Amortisation of intangible assets	(30)	(154)	-	-	(184)
Fair value gain/(loss) on investment securities	-	130	-	-	130
(Impairment)/write back of intangible assets	-	78	-	-	78
(Impairment)/write back of property, plant & equipment	-	-	-	-	-
Gain on disposal of investment	-	3,478	-	-	3,478
Professional fees (special projects)	-	(782)	-	-	(782)
Gain/(loss) on disposal of property, plant and equipment	145	(15)	3	-	133
Others	(234)	(727)	1,171	-	210
Profit/ (loss) before taxation	3,239	(1,317)	(1,052)	(210)	660
Taxation	(56)	365	99	(2)	406
Profit/ (loss) after taxation	3,183	(952)	(953)	(212)	1,066
Assets:					
Investment in associates					
Segment assets	20,269	57,180	6,618	-	84,067
Segment liabilities	4,993	18,553	2,690	-	26,236
Capital expenditure	-	184	399	39	622

	2014				
	Twelve months ended 31 Dec 2014				
	Distribution of operator products and services (S\$'000)	ICT distribution and managed services (S\$'000)	Mobile devices distribution & retail (S\$'000)	Operation related to disposal group classified as held for sale (S\$'000)	Group (S\$'000)
Turnover - external sales	365,147	45,951	38,229	8,221	457,548
Purchases and changes in inventories and direct service fees incurred	(348,863)	(33,707)	(35,597)	(6,400)	(424,567)
Commissions and other selling expenses	(9)	(1,130)	(341)	(33)	(1,513)
Other income - operating	126	514	1,778	354	2,772
Personnel costs	(6,579)	(10,751)	(4,907)	(630)	(22,867)
Infrastructure costs	(1,210)	(1,212)	(2,357)	(367)	(5,146)
Marketing expenses	(860)	(29)	(137)	(11)	(1,037)
Foreign exchange gain/ (loss)	(10)	964	86	(8)	1,032
Other expenses - operating	(1,365)	(6,388)	(4,998)	(1,047)	(13,798)
Interest income from deposits and investment securities	16	777	32	-	825
Finance costs	(625)	(409)	(333)	(12)	(1,379)
Depreciation of property, plant and equipment	(570)	(355)	(1,031)	(194)	(2,150)
Amortisation of intangible assets	(474)	(496)	(4,467)	-	(5,437)
(Impairment)/write back of intangible assets	-	(8,417)	(37,321)	-	(45,738)
(Impairment)/write back of property, plant & equipment	-	-	(413)	(85)	(498)
Gain/(loss) on disposal of property, plant and equipment	271	-	181	(13)	439
Others	(273)	2,613	(3,289)	-	(949)
Profit/ (loss) before taxation	4,722	(12,075)	(54,885)	(225)	(62,463)
Taxation	(61)	(359)	6,921	(4)	6,497
Profit/ (loss) after taxation	4,661	(12,434)	(47,964)	(229)	(55,966)
Assets:					
Segment assets	21,451	63,085	16,512	2,513	103,561
Segment liabilities	5,496	23,588	15,086	1,050	45,220
Capital expenditure	471	948	391	316	2,126

Geographical Segments

The Group has operating offices in three main geographical areas.

- i) South East Asia includes the operations in Singapore, Malaysia, Thailand & Indonesia;
- ii) South Asia includes the operations in India
- iii) Others include the operations in North, South and Central America, UK, China, Japan & Middle East.

	Turnover		Assets		Capital Expenditure	
	Twelve months ended	Twelve months ended				
	31 Dec 15	31 Dec 14	31 Dec 15	31 Dec 14	31 Dec 15	31 Dec 14
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Southeast Asia	398,117	436,946	72,829	91,196	569	1,796
South Asia	13,656	12,088	9,870	7,924	14	13
Others	151	293	1,368	1,928	-	1
Operations related to disposal group classified as held for sale	5,226	8,221	-	2,513	39	316
Total	417,150	457,548	84,067	103,561	622	2,126

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.

As announced on 2nd October 2015, overall clusters consolidation and reallocation exercise for the distribution of operator products carried out by one of the operators in Indonesia resulted in reduction in number of clusters to one of the subsidiaries of the company in Indonesia. Consequently, as anticipated, this resulted in significant reduction in revenue from Distribution of Operator products and services during the quarter ended 31st December 2015 ("Q4 2015") against corresponding quarter of preceding year ended 31st December 2014 ("Q4 2014"). Revenue from Distribution of Operator products and services in Indonesia has shown decline of 4.4% during current year ended 31st December 2015 against corresponding preceding year ended 31st December 2014 ("FY 2014"). Mobile devices distribution and retail business of the company witnessed planned decline in its operations. The company continues to move away from Device led business, which is being wound down to the last stage now, which is not profitable and also taking steps to move away from loss making retail shops. Demand and margin in ICT distribution and managed services continued to be under pressure due to increased competition and reduced capital expenditure by industries. There was a decrease in overheads mainly due to certain cost cutting measures initiated by the Group in its effort to rein in costs. This resulted in containing the losses of Mobility business. The business of the Group is mostly concentrated in South east Asia. The major focus during FY 2015 had been in Indonesia, Singapore and India. During FY 2015, the company has also disposed off few of its subsidiaries engaged in ICT Distribution and managed services and Mobile devices distribution and retail. The disposal has resulted in net gain.

17. A breakdown of sales.

	Group		Operation related to disposal group classified as held for sale		Group - Net of operations related to disposal group classified as held for sale		
	SS'000		SS'000		SS'000		%
	12-month Ended		12-month Ended		12-month Ended		
	31/12/2015	31/12/2014	31/12/2015	31/12/2014	31/12/2015	31/12/2014	Change
Sales reported for first half year	218,567	220,555	3,155	5,430	215,412	215,125	0.1%
Loss reported for first half-year	(3,737)	(7,078)	(59)	(230)	(3,678)	(6,848)	-46.3%
Sales reported for second half-year	198,583	236,993	2,071	2,791	196,512	234,202	-16.1%
Loss reported for second half-year	4,803	(48,888)	(153)	1	4,956	(48,889)	-110.1%

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

Not Applicable

19. Disclosure of person(s) occupying a managerial position in the issuer or any of its 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 is no person occupying managerial position in the Group who is related to the substantial shareholder or a director.

BY ORDER OF THE BOARD

Maneesh Tripathi
Executive Director and Group Chief Executive Officer

Chada Anitha Reddy
Director

29 February 2016