

STRACO CORPORATION LIMITED
Company Registration No.: 200203482R
(Incorporated in Singapore)

FULL YEAR ENDED 31 DECEMBER 2015 UNAUDITED FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT

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

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

INCOME STATEMENT

	4Q ended			Full Year ended		
	31/12/2015	31/12/2014	Change	31/12/2015	31/12/2014	Change
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Revenue	23,829	19,418	22.7	127,665	92,322	38.3
Other income	1,587	1,710	(7.2)	5,382	5,292	1.7
Less:						
Depreciation and amortisation expense	(3,233)	(1,701)	90.1	(12,783)	(4,617)	176.9
Sales and marketing expenses	(456)	(483)	(5.6)	(2,485)	(2,340)	6.2
Exchange gains/ (losses)	(60)	(38)	57.9	76	(1,488)	n.m.
Operating lease expense	(1,277)	(1,050)	21.6	(6,865)	(4,730)	45.1
Property and other taxes	(540)	(1,741)	(69.0)	(1,791)	(2,177)	(17.7)
Repair and maintenance expenses	(1,275)	(750)	70.0	(4,943)	(2,176)	127.2
Staff cost	(5,459)	(4,969)	9.9	(18,703)	(13,609)	37.4
Utilities expense	(740)	(693)	6.8	(3,470)	(2,523)	37.5
Other operating expenses	(782)	(626)	24.9	(3,910)	(2,138)	82.9
Other administrative expenses	(815)	(1,292)	(36.9)	(3,352)	(4,012)	(16.5)
Operating profit	10,779	7,785	38.5	74,821	57,804	29.4
Finance costs	(564)	(163)	246.0	(1,894)	(163)	1,062.0
Profit before income tax	10,215	7,622	34.0	72,927	57,641	26.5
Tax expense	(3,556)	(3,006)	18.3	(21,112)	(18,388)	14.8
Profit for the period	6,659	4,616	44.3	51,815	39,253	32.0
Profit attributable to:						
Owners of the Company	6,261	4,426	41.5	49,000	37,688	30.0
Non-controlling interests	398	190	109.5	2,815	1,565	79.9
Profit for the period	6,659	4,616	44.3	51,815	39,253	32.0

STATEMENT OF COMPREHENSIVE INCOME

	4Q ended			Full Year ended		
	31/12/2015	31/12/2014	Change	31/12/2015	31/12/2014	Change
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Profit for the period	6,659	4,616	44.3	51,815	39,253	32.0
Other comprehensive income for the period, net of tax						
Translation differences relating to financial statements of foreign subsidiaries	(4,400)	3,497	(225.8)	2,729	3,517	(22.4)
Other comprehensive income for the period, net of tax	(4,400)	3,497	(225.8)	2,729	3,517	(22.4)
Total comprehensive income for the period	2,259	8,113	(72.2)	54,544	42,770	27.5
Total comprehensive income attributable to:						
Owners of the Company	2,025	7,797	(74.0)	51,623	41,080	25.7
Non-controlling interests	234	316	(25.9)	2,921	1,690	72.8
Total comprehensive income for the period	2,259	8,113	(72.2)	54,544	42,770	27.5

n.m. – not meaningful

The profit before tax was arrived at after charging or (crediting) the following:-

	4Q ended		Full Year ended	
	31/12/2015	31/12/2014	31/12/2015	31/12/2014
	S\$'000	S\$'000	S\$'000	S\$'000
Depreciation of property, plant and equipment	2,685	1,515	10,562	4,431
Depreciation of investment property	360	117	1,416	117
Amortisation of intangible assets	188	69	805	69.00
Negative goodwill recognised	-	(114)	-	(114)
Interest income	(1,012)	(1,102)	(3,224)	(3,334)
Interest expense	564	163	1,894	163
Foreign exchange (gains)/ losses	60	38	(76)	1,488
Loss on disposal of property, plant and equipment	-	1	51	6
Government grant	(160)	(18)	(212)	(70)

Notes:

1. The increases in depreciation and amortisation expenses are mainly attributable to the depreciation and amortization charges on the assets, investment property, and intangible assets of Singapore Flyer acquired by a subsidiary, Straco Leisure Pte Ltd ("SLPL") in November 2014.
2. Interest expense is mainly attributable to the long-term bank borrowing for the purpose of acquiring the assets of Singapore Flyer.
3. Foreign exchange differences arise mainly due to the movement of Renminbi against Singapore Dollars.

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	
	As at 31/12/2015	As at 31/12/2014	As at 31/12/2015	As at 31/12/2014
	S\$'000	S\$'000	S\$'000	S\$'000
Non-current assets				
Property, plant and equipment	134,617	139,645	2,222	2,301
Investment property	48,859	49,883	-	-
Investments in subsidiaries	-	-	102,220	102,220
Intangible assets	3,807	4,613	-	-
	187,283	194,141	104,442	104,521
Current assets				
Inventories	2,386	2,790	-	-
Trade and other receivables	7,100	3,913	-	-
Loans and receivables from subsidiaries	-	-	2,577	1,837
Other current assets	1,710	1,391	28	23
Cash and cash equivalents	136,525	112,465	7,957	3,770
	147,721	120,559	10,562	5,630
Total assets	335,004	314,700	115,004	110,151
Equity attributable to owners of the Company				
Share capital	76,985	76,985	76,985	76,985
Reserves	23,537	16,008	(438)	(1,391)
Retained earnings	121,535	93,649	36,829	25,491
	222,057	186,642	113,376	101,085
Non-controlling interests	9,424	7,736	-	-
Total equity	231,481	194,378	113,376	101,085
Non-current liabilities				
Borrowings	61,900	73,900	-	-
Deferred income	85	150	-	-
Deferred tax liabilities	16,209	13,060	-	-
Provision for reinstatement cost	1,213	-	-	-
	79,407	87,110	-	-
Current liabilities				
Trade and other payables	9,898	11,101	1,078	1,071
Amounts due to subsidiaries	-	-	550	536
Current tax liabilities	2,218	2,652	-	-
Current borrowings	12,000	19,459	-	7,459
	24,116	33,212	1,628	9,066
Total liabilities	103,523	120,322	1,628	9,066
Total equity and liabilities	335,004	314,700	115,004	110,151

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

	As at 31/12/2015		As at 31/12/2014	
	<u>Secured</u> S\$'000	<u>Unsecured</u> S\$'000	<u>Secured</u> S\$'000	<u>Unsecured</u> S\$'000
Amount payable in one year or less, or on demand	12,000,000	-	19,458,711	-
Amount payable after one year	59,000,000	2,900,000	71,000,000	2,900,000

Details of any collateral

The borrowings are secured by fixed and floating charges over certain assets of certain subsidiaries as well as corporate guarantee from the Company.

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

CONSOLIDATED STATEMENT OF CASH FLOWS	Full Year ended 31/12/2015	Full Year ended 31/12/2014
	S\$'000	S\$'000
Cash flows from operating activities		
Profit before income tax	72,927	57,641
Adjustments for:		
Amortisation of intangible assets	805	69
Depreciation of property, plant and equipment	10,562	4,431
Depreciation of investment property	1,416	117
Equity-settled share-based payment transactions	1,867	1,340
Loss on disposal of property, plant and equipment	51	6
Government grant utilised	(69)	(65)
Negative goodwill recognised	-	(114)
Interest income	(3,224)	(3,334)
Interest expense	1,894	163
Exchange gains	(95)	476
Operating profit before working capital changes	86,134	60,730
Changes in working capital:		
Trade and other receivables	(1,816)	(1,899)
Inventories	448	(751)
Trade and other payables	(1,294)	(403)
Cash generated from operating activities	83,472	57,677
Income taxes paid	(18,461)	(20,683)
Net cash from operating activities	65,011	36,994
Cash flows from investing activities		
Purchase of property, plant and equipment	(3,854)	(1,228)
Acquisition through business combination, net of cash acquired	-	(116,437)
Proceeds from disposal of property, plant and equipment	2	2
Interest received	1,605	4,607
Net cash (used in)/ from investing activities	(2,247)	(113,056)
Cash flows from financing activities		
Issue of shares to minority shareholder of a subsidiary	-	3,000
Dividend paid to owners of company	(17,160)	(16,946)
Dividend paid to non-controlling interests	(1,234)	(1,275)
Repurchase of own shares	(4,146)	(568)
Proceeds from exercise of share options	3,231	840
Proceeds from borrowings	-	94,359
Repayment of borrowings	(19,522)	(1,000)
Interest paid	(1,842)	(119)
Net cash used in financing activities	(40,673)	78,291
Net increase in cash and cash equivalents	22,091	2,229
Cash and cash equivalents at beginning of the period	112,465	108,055
Effects of exchange rate fluctuations	1,969	2,181
Cash and cash equivalents at end of the period	136,525	112,465

Included in cash and cash equivalent is an amount of \$1.00 million (31 December 2014: \$18.05 million) deposit pledged as security to obtain credit facilities.

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

(a) Group

(i)

	Share capital	Treasury shares	Capital reserve	Share option reserve	General reserve	Foreign currency translation reserve	Retained earnings	Total attributable to owners of the Company	Non-controlling Interests	Total Equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
At 1 January 2015	76,985	(4,710)	(267)	3,586	12,282	5,117	93,649	186,642	7,736	194,378
Changes in equity for the period:										
Share-based payment transactions	-	-	-	435	-	-	-	435	-	435
Total comprehensive income for the period	-	-	-	-	-	5,599	8,683	14,282	709	14,991
At 31 March 2015	76,985	(4,710)	(267)	4,021	12,282	10,716	102,332	201,359	8,445	209,804
Changes in equity for the period:										
Purchase of own shares	-	(229)	-	-	-	-	-	(229)	-	(229)
Share-based payment transactions	-	-	-	466	-	-	-	466	-	466
Treasury shares re-issued	-	2,536	95	-	-	-	-	2,631	-	2,631
Transfer to general reserve fund	-	-	-	-	3,889	-	(3,889)	-	-	-
Dividend paid of 2.00 cents per share	-	-	-	-	-	-	(17,160)	(17,160)	-	(17,160)
Dividend to non-controlling shareholder of a subsidiary	-	-	-	-	-	-	-	-	(1,172)	(1,172)
Total comprehensive income for the period	-	-	-	-	-	(3,195)	10,461	7,266	498	7,764
At 30 June 2015	76,985	(2,403)	(172)	4,487	16,171	7,521	91,744	194,333	7,771	202,104
Changes in equity for the period:										
Purchase of own shares	-	(2,797)	-	-	-	-	-	(2,797)	-	(2,797)
Share-based payment transactions	-	-	-	483	-	-	-	483	-	483
Treasury shares re-issued	-	168	103	-	-	-	-	271	-	271
Total comprehensive income for the period	-	-	-	-	-	4,455	23,595	28,050	1,480	29,530
At 30 September 2015	76,985	(5,032)	(69)	4,970	16,171	11,976	115,339	220,340	9,251	229,591
Changes in equity for the period:										
Purchase of own shares	-	(1,120)	-	-	-	-	-	(1,120)	-	(1,120)
Share-based payment transactions	-	-	-	483	-	-	-	483	-	483
Treasury shares re-issued	-	329	-	-	-	-	-	329	-	329
Transfer to general reserve fund	-	-	-	-	65	-	(65)	-	-	-
Dividend to non-controlling shareholder of a subsidiary	-	-	-	-	-	-	-	-	(61)	(61)
Total comprehensive income for the period	-	-	-	-	-	(4,236)	6,261	2,025	234	2,259
At 31 December 2015	76,985	(5,823)	(69)	5,453	16,236	7,740	121,535	222,057	9,424	231,481

(ii)

	Share capital	Treasury shares	Capital reserve	Share option reserve	General reserve	Foreign currency translation reserve	Retained earnings	Total attributable to owners of the Company	Non-controlling Interests	Total Equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
At 1 January 2014	76,985	(5,043)	(206)	2,246	12,208	1,725	72,981	160,896	3,116	164,012
Changes in equity for the period:										
Share-based payment transactions	-	-	-	136	-	-	-	136	-	136
Treasury shares reissued	-	258	(24)	-	-	-	-	234	-	234
Total comprehensive income for the period	-	-	-	-	-	(2,670)	5,409	2,739	115	2,854
At 31 March 2014	76,985	(4,785)	(230)	2,382	12,208	(945)	78,390	164,005	3,231	167,236
Changes in equity for the period:										
Purchase of own shares	-	-	-	-	-	-	-	-	-	-
Share-based payment transactions	-	-	-	335	-	-	-	335	-	335
Treasury shares reissued	-	457	(24)	-	-	-	-	433	-	433
Dividend paid of 2.00 cents per share	-	-	-	-	-	-	(16,946)	(16,946)	-	(16,946)
Total comprehensive income for the period	-	-	-	-	-	(880)	8,329	7,449	331	7,780
At 30 June 2014	76,985	(4,328)	(254)	2,717	12,208	(1,825)	69,773	155,276	3,562	158,838
Changes in equity for the period:										
Purchase of own shares	-	(568)	-	-	-	-	-	(568)	-	(568)
Share-based payment transactions	-	-	-	434	-	-	-	434	-	434
Treasury shares re-issued	-	186	(13)	-	-	-	-	173	-	173
Total comprehensive income for the period	-	-	-	-	-	3,571	19,524	23,095	928	24,023
At 30 September 2014	76,985	(4,710)	(267)	3,151	12,208	1,746	89,297	178,410	4,490	182,900
Changes in equity for the period:										
Share-based payment transactions	-	-	-	435	-	-	-	435	-	435
Transfer to general reserve fund	-	-	-	-	74	-	(74)	-	-	-
Issue of shares to non-controlling interest of a subsidiary	-	-	-	-	-	-	-	-	3,000	3,000
Dividend to non-controlling shareholder of a subsidiary	-	-	-	-	-	-	-	-	(70)	(70)
Total comprehensive income for the period	-	-	-	-	-	3,371	4,426	7,797	316	8,113
At 31 December 2014	76,985	(4,710)	(267)	3,586	12,282	5,117	93,649	186,642	7,736	194,378

(b) Company

(i)

	Share capital	Treasury shares	Capital reserve	Share option reserve	Retained earnings	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
At 1 January 2015	76,985	(4,710)	(267)	3,586	25,491	101,085
Share-based payment transactions	-	-	-	435	-	435
Total comprehensive income/ (loss) for the period	-	-	-	-	(1,432)	(1,432)
At 31 March 2015	76,985	(4,710)	(267)	4,021	24,059	100,088
Purchase of own shares	-	(229)	-	-	-	(229)
Share-based payment transactions	-	-	-	466	-	466
Treasury shares reissued	-	2,536	95	-	-	2,631
Total comprehensive income/ (loss) for the period	-	-	-	-	31,092	31,092
Dividend paid of 2.00 cents per share	-	-	-	-	(17,160)	(17,160)
At 30 June 2015	76,985	(2,403)	(172)	4,487	37,991	116,888
Purchase of own shares	-	(2,797)	-	-	-	(2,797)
Share-based payment transactions	-	-	-	483	-	483
Treasury shares re-issued	-	168	103	-	-	271
Total comprehensive income/ (loss) for the period	-	-	-	-	(1,186)	(1,186)
At 30 September 2015	76,985	(5,032)	(69)	4,970	36,805	113,659
Purchase of own shares	-	(1,120)	-	-	-	(1,120)
Share-based payment transactions	-	-	-	484	-	484
Treasury shares re-issued	-	329	-	-	-	329
Total comprehensive income/ (loss) for the period	-	-	-	-	24	24
As at 31 December 2015	76,985	(5,823)	(69)	5,454	36,829	113,376

(ii)

	Share capital	Treasury shares	Capital reserve	Share option reserve	Retained earnings	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
At 1 January 2014	76,985	(5,043)	(206)	2,246	38,256	112,238
Share-based payment transactions	-	-	-	136	-	136
Treasury shares re-issued	-	258	(24)	-	-	234
Total comprehensive income/ (loss) for the period	-	-	-	-	(1,329)	(1,329)
At 31 March 2014	76,985	(4,785)	(230)	2,382	36,927	111,279
Purchase of own shares	-	-	-	-	-	-
Share-based payment transactions	-	-	-	335	-	335
Treasury shares reissued	-	457	(24)	-	-	433
Total comprehensive income/ (loss) for the period	-	-	-	-	6,764	6,764
Dividend paid of 2.00 cents per share	-	-	-	-	(16,946)	(16,946)
At 30 June 2014	76,985	(4,328)	(254)	2,717	26,745	101,865
Purchase of own shares	-	(568)	-	-	-	(568)
Share-based payment transactions	-	-	-	434	-	434
Treasury shares re-issued	-	186	(13)	-	-	173
Total comprehensive income/ (loss) for the period	-	-	-	-	(1,190)	(1,190)
At 30 September 2014	76,985	(4,710)	(267)	3,151	25,555	100,714
Purchase of own shares	-	-	-	-	-	-
Share-based payment transactions	-	-	-	435	-	435
Treasury shares re-issued	-	-	-	-	-	-
Total comprehensive income/ (loss) for the period	-	-	-	-	(64)	(64)
As at 31 December 2014	76,985	(4,710)	(267)	3,586	25,491	101,085

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

Pursuant to the Share Buy-back Mandate approved by shareholders, the Company purchased a total of 1,314,600 shares by way of on-market purchase for a total consideration of \$1.12 million (including transaction costs) in 4Q2015. These shares purchased were made out of the Company's capital and held as treasury shares.

During the fourth quarter ended 31 December 2015, 760,000 share options were exercised from the options that were granted in 2007, 2013, and 2014; resulting in 760,000 treasury shares being reissued. There were 80,000 share options that were lapsed upon the resignation of an employee.

As at 31 December 2015, options to subscribe for 19,658,000 (31 December 2014: 26,850,000) ordinary shares remain outstanding.

The Company's issued and fully paid up shares as at 31 December 2015 comprised 855,639,880 (31 December 2014: 847,459,580) ordinary shares and 13,289,700 (31 December 2014: 21,470,000) treasury shares.

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.

	As at 31/12/2015	As at 31/12/2014
Total number of issued shares	868,929,580	868,929,580
Less: Treasury shares	(13,289,700)	(21,470,000)
Total number of issued shares excluding treasury shares	855,639,880	847,459,580

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

Treasury shares	No. of shares	S\$'000
Balance as at 30/09/2015	12,735,100	5,032
No. of shares purchased	1,314,600	1,120
No. of shares transferred on exercise of share option	(760,000)	(329)
Balance as at 31/12/2015	13,289,700	5,823

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

The financial statements have not been audited nor reviewed by the Company's auditors.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).

Not applicable.

4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

The Group has applied the same accounting policies and methods of computation used in the financial statements for the current reporting period compared with the audited financial statements for the financial year ended 31 December 2014.

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

An assessment has been made of the Amendments and Interpretations to the Singapore Financial Reporting Standards ("FRSs") effective from 1 January 2015 and it is not expected to have any significant impact on the Group's 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.

Earnings per share	Q4 ended		Full Year ended	
	31/12/2015	31/12/2014	31/12/2015	31/12/2014
(a) Based on the number of ordinary shares in issue (cents)	0.73	0.52	5.74	4.45
(b) On fully diluted basis (cents)	0.72	0.51	5.67	4.38

The calculation of basic earnings per share for 4Q and full year ended 31 December 2015 are based on the net profits attributable to shareholders for the 4Q and full year ended 31 December 2015 divided by the weighted average number of ordinary shares outstanding of 855,873,730 and 854,204,212 respectively.

The calculation of basic earnings per share for 4Q and full year ended 31 December 2014 are based on the net profits attributable to shareholders for the 4Q and full year ended 31 December 2014 divided by the weighted average number of ordinary shares outstanding of 847,459,580 and 846,619,539 respectively.

The calculation of diluted earnings per share for 4Q and full year ended 31 December 2015 are based on the net profits attributable to shareholders for the 4Q and full year ended 31 December 2015 divided by the weighted average number of ordinary shares outstanding after adjustment for the effects of all dilutive potential ordinary shares of 863,644,860 and 864,674,799 respectively.

The calculation of diluted earnings per share for 4Q and full year ended 31 December 2014 are based on the net profits attributable to shareholders for the 4Q and full year ended 31 December 2014 divided by the weighted average number of ordinary shares outstanding after adjustment for the effects of all dilutive potential ordinary shares of 860,886,918 and 860,280,072 respectively.

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	
	31/12/2015	31/12/2014	31/12/2015	31/12/2014
Net asset value per ordinary share (cents) based on number of issued shares excluding treasury shares at the end of:	25.95	22.02	13.25	11.93

Net asset value per ordinary share was calculated based on 855,639,880 ordinary shares issued (excluding treasury shares) as at 31 December 2015 and 847,459,580 ordinary shares issued (excluding treasury shares) as at 31 December 2014.

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.**

Revenue

In the fourth quarter of FY2015, the Group achieved sales of \$23.83 million, an increase of 22.7% over the same period in FY2014, mainly attributable to higher revenue contributed by the Singapore Flyer at Straco Leisure Pte Ltd ("SLPL") which was acquired on 28 November 2014, partially offset by lower revenues from our three China attractions, as visitor numbers at Shanghai Ocean Aquarium ("SOA"), Underwater World Xiamen ("UWX") and Lixing Cable Car ("LCC") were all lower than the corresponding period in 4Q2014.

Overall visitation to all our attractions was 939,000 visitors for the quarter, an increase of 17.2% compared to 4Q2014.

Cumulatively, overall revenue for FY2015 amounted to \$127.66 million, an increase of \$35.34 million or 38.3% compared to FY2014. Revenue from the Singapore Flyer accounted for 96% of the increase.

Operational Results

Total Expenses (excluding finance cost) for 4Q2015 increased \$1.29 million, or 9.7% from 4Q2014, mainly attributable to the higher expenses incurred by SLPL (full quarter in 4Q2015 compared to 1 month in 4Q2014), partially offset by the absence of one-off expenses related to the Singapore Flyer acquisition amounting to \$1.98 million recorded in 4Q2014, as well as lower overall operating expenses incurred by the China attractions.

Profit before tax was \$10.22 million for the current quarter, an increase of 34% compared to the profit before tax of \$7.62 million for 4Q2014, mainly attributable to the profit contributed by the Singapore Flyer.

Balance Sheet items

Intangible assets decreased 17.5% from \$4.61 million at 31 December 2014 to \$3.81 million at 31 December 2015, due to the amortization of intangible assets at SLPL.

Inventories decreased 14.5% from \$2.79 million at 31 December 2014 to \$2.39 million at 31 December 2015, mainly due to reclassification of certain spare parts at LCC to property, plant and equipment.

Trade and other receivables increased 81.4% from \$3.91 million at 31 December 2014 to \$7.1 million at 31 December 2015 mainly due to increase in interest receivables from fixed deposits placed, as well as increase in other receivables at SOA arising from the sales tax on ticket revenue refundable upon the waiver granted for this year.

Other current assets increased 22.9% from \$1.39 million at 31 December 2014 to \$1.71 million at 31 December 2015, mainly due to increases in prepayments at SLPL arising from the payment of first quarter 2016 land rental of Singapore Flyer site to Singapore Tourism Board and the down-payment of certain equipment purchased, partially offset by decrease in prepayments at SOA and UWX.

Reserves increased from \$16.01 million at 31 December 2014 to \$23.54 million at 31 December 2015, due to the translation gain of \$2.62 million arising from the stronger RMB currency against SGD at the end of the year compared to the end of last year, share option reserves of \$1.87 million recognised in the year arising from share options granted in May 2014 and May 2015, amounts transferred by SOA, UWX, and LCC from their retained earnings to general reserves amounting to \$3.95 million in total, net increase in treasury shares from share buyback of \$4.15 million and treasury shares reissued of \$3.03 million; as well as gain on treasury shares reissued of \$198,000.

Retained earnings increased 29.5% from \$93.65 million at 31 December 2014 to \$121.27 million at 31 December 2015, due to the profit earned in the current year partially offset by dividends declared and amounts transferred by SOA, UWX, and LCC to general reserves.

Deferred income decreased 43.3% from \$150,000 at 31 December 2014 to \$85,000 at 31 December 2015, mainly due to the periodic recognition of deferred income to profit & loss in the current period.

Deferred tax liabilities increased 24.1% from \$13.06 million at 31 December 2014 to \$16.21 million at 31 December 2015, mainly due to the deferred tax expense recognized by SLPL on the temporary differences between the accounting and tax carrying values of the qualifying assets which capital allowances are available for offset against taxable profit.

Provision for reinstatement cost of \$1.21 million as at 31 December 2015 was made by SLPL in accordance with the requirements under the lease agreement.

Current tax liabilities decreased 16.4% from \$2.65 million at 31 December 2014 to \$2.22 million at 31 December 2015, mainly due to the reversal of income taxes provision made in the previous quarters by SLPL, offset by the provision of income taxes on the 4Q2015 profits of SOA, UWX, and LCC.

Total borrowings decreased 20.8% from \$93.36 million at 31 December 2014 to \$73.9 million at 31 December 2015, due to the repayment of a short-term borrowing of \$7.52 million upon maturity and the monthly repayment of the term loan taken up for the Singapore Flyer acquisition.

Cash flow Statement

The Group generated net cash from operating activities amounting to \$65.01 million in FY2015. During the year, the Group used \$18.39 million to pay out dividends and \$21.36 million to repay borrowings and paid interest on loans. The Company used \$4.15 million to buy back 4,499,700 of its own shares, and received \$3.23 million from the exercises of 12.68 million share options. As at 31 December 2015, the Group's cash and cash equivalent balance amounted to \$136.53 million.

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

The Group did not previously disclose to shareholders any forecast or prospect statement with regard to the current quarter under review.

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 National Bureau of Statistics of China reported that China's gross domestic product ("GDP") grew 6.8% in the fourth quarter of 2015, the weakest pace of expansion since the first quarter of 2009 following the global financial crisis. Full-year growth was 6.9%, in line with the government's target.

On the tourism industry, it was reported that China's travel and tourism sector contributes over 10% of GDP and 10% of total employment. In 2015, the country records over 4 billion domestic tourist visits and 120 million outbound tourist visits, with tourism receipts exceeding 4 trillion Yuan, ranking it top of the world. The Chinese government will strive to implement national policies in support of tourism reform and development, speed up the building of tourism infrastructure and public service capacity, and strongly promote rural tourism. These augur well for the Group's attractions in China.

In Singapore, it was forecasted that growth outlook will remain tepid in the next six to nine months, before an improvement in the later part of 2016 can be expected, bringing an overall GDP growth of 2.1% for 2016. On the tourism sector, it was recently reported that Singapore was the second most popular Asia-Pacific destination among international visitors last year, and ranked third in terms of total spending of international visitors. In addition, as the city will play host to several prominent medical congresses in 2016, this will benefit the industry. From January to November 2015, tourist arrivals was 13.8 million, a marginal increase of 0.4% compared to the corresponding period.

11. Dividend

(a) Current Financial Period Reported On

Any interim (final) dividend declared (recommended) for the current financial period reported on? Yes

The Board of Directors is pleased to recommend a first and final dividend and a special dividend as follows:

Name of Dividend	First & Final (One-tier)	Special (One-tier)
Dividend Type	Cash	Cash
Dividend Amount per Share (in cents)	2.00 cent per ordinary share	0.5 cent per ordinary share
Tax Rate	Tax Exempt	Tax Exempt

The dividend is for approval by the shareholders at the next Annual General Meeting to be announced.

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? Yes

Name of Dividend	First & Final (One-tier)
Dividend Type	Cash
Dividend Amount per Share (in cents)	2.00 cent per ordinary share
Tax Rate	Tax Exempt

(c) Date payable

To be announced.

(d) Books closure date

To be announced.

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

Not applicable.

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

No IPT mandate has been obtained.

14. Negative confirmation pursuant to Rule 705(5). (Not required for announcement on full year results).

Not applicable.

15. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1)

The Company confirms that it has procured undertakings from all its directors and executive officers in the format set out in Appendix 7.7 under Rule 720(1) of the Listing Manual.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

(This part is not applicable to Q1, Q2, Q3 or Half Year Results)

16. 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.

The Group is principally engaged in the development and operation of tourism-related attractions. Retail, food and beverage are auxiliary goods and services arising from the operations of the above facilities.

The Group has two reportable segments, as described below, which consists of the Group's strategic business units which are managed separately. For each of the strategic business units, the Group's Executive Chairman ("EC") reviews internal management reports on a monthly basis. The following summary describes the operations of the Group's reportable segment:

- Aquariums – Operation of aquatic-related facilities and tourist attractions, including dolphin and sea lion performances. Retail, food and beverage are auxiliary goods and services arising from the operation of the above facilities.
- Giant Observation Wheel ("GOW") – Operation of a circular giant observation structure, and provision of retail space. Retail, food and beverage are auxiliary goods and services arising from the operation of the above facilities.

Other operations include the cable-car facility. None of these segments meets any of the quantitative thresholds for determining reportable segments in 2015 and 2014.

Information regarding the results of each reportable segment is included below. Performance is measured based on segment profit before income tax, as included in the internal management reports that are reviewed by the Group's EC. Segment profit is used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries.

	Aquariums		GOW		Others		Total	
	FY2015	FY2014	FY2015	FY2014	FY2015	FY2014	FY2015	FY2014
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
External revenues	86,699	84,805	37,649	3,702	3,317	3,815	127,665	92,322
Interest revenue	3,006	3,117	26	-	120	152	3,152	3,269
Interest expense	-	-	1,787	130	-	9	1,787	139
Depreciation	4,008	3,731	8,534	700	147	93	12,689	4,524
Reportable segment profit before income tax	62,315	62,649	12,254	(598)	1,282	1,198	75,851	63,249
Reportable segment assets	157,613	143,457	154,896	154,098	9,970	9,011	322,479	306,566
Capital expenditure	1,990	832	836	139,111	985	216	3,811	140,159
Reportable segment liabilities	10,466	10,441	115,967	124,704	4,707	3,501	131,140	138,646

As the GOW was acquired on 28 November 2014, revenue of FY2014 comprised one month's operation in December 2014.

Reconciliations of reportable segment profit or loss, assets and liabilities and other material items:

	FY2015	FY2014
	S\$'000	S\$'000
Profit or loss		
Total profit for reportable segments	75,851	63,249
Unallocated amounts:		
- Head office and corporate expenses	(6,647)	(7,338)
- Head office and corporate income	93	100
- Elimination on consolidation	3,630	1,630
Consolidated profit before income tax	<u>72,927</u>	<u>57,641</u>
Assets		
Total assets for reportable segments	322,479	306,566
Unallocated head office and corporate assets	53,326	47,654
Elimination on consolidation	(40,801)	(39,520)
Consolidated total assets	<u>335,004</u>	<u>314,700</u>
Liabilities		
Total liabilities for reportable segments	131,140	138,646
Unallocated head office and corporate liabilities	13,184	21,196
Elimination on consolidation	(40,801)	(39,520)
Consolidated total liabilities	<u>103,523</u>	<u>120,322</u>

Other material items	Reportable segment totals	Unallocated corporate amounts	Consolidation eliminations	Consolidation totals
	S\$'000	S\$'000	S\$'000	S\$'000
<u>FY2015</u>				
Interest revenue	(3,152)	(72)	-	(3,224)
Interest expense	1,787	107	-	1,894
Capital expenditure	3,811	43	-	3,854
Depreciation and amortisation	12,689	94	-	12,783
<u>FY2014</u>				
Interest revenue	(3,269)	(66)	-	(3,335)
Interest expense	139	33	(9)	163
Capital expenditure	140,159	37	-	140,196
Depreciation and amortisation	4,524	92	-	4,616

Geographical information		
	Revenue	Non-current assets
	S\$'000	S\$'000
2015		
Singapore	37,649	143,402
China	90,016	43,881
	127,665	187,283
2014		
Singapore	3,702	150,016
China	88,620	44,125
	92,322	194,141

17. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.

Please refer to Note 8 above.

18. A breakdown of sales.

		2015	2014	Increase/
		S\$'000	S\$'000	(Decrease)
		(Actual)	(Actual)	%
(a)	Sales reported for first half year	54,544	34,335	59
(b)	Operating profit after tax before deducting minority interests reported for first half year	20,253	14,318	41
(c)	Sales reported for second half year	73,121	57,987	26
(d)	Operating profit after tax before deducting minority interests reported for second half year	31,562	24,935	27

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

	Latest Full Year (S\$'000)	Previous Full Year (S\$'000)
Ordinary	21,391	17,160
Preference	-	-
Total	21,391	17,160

- 20. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(13) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.**

Name	Age	Family relationship with any director, CEO and/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
Wu Xiuyi	35	Daughter of Mr Wu Hsioh Kwang and Mdm Chua Soh Har	Senior Vice President, Assistant to Executive Chairman, 2011	Not applicable
			Alternate Director to Mr Wu Hsioh Kwang, 2014	
Wu Xiuzhuan	34	Son of Mr Wu Hsioh Kwang and Mdm Chua Soh Har	Vice President (Corporate Development and Risk Management), 2009	Not applicable
			Alternate Director to Mdm Chua Soh Har, 2014	

BY ORDER OF THE BOARD,

Lotus Isabella Lim Mei Hua
 Company Secretary
 24 February 2016