

NatSteel Holdings Pte Ltd.

Balance Sheet

| | 31 Mar 2017 SGD' 000 | 31 Mar 2016 SGD' 000 |
|--|-------------------------|-------------------------|
| Non-current Assets | | |
| Property, plant and equipment | 99,259 | 123,491 |
| Investment property | 9,600 | 3,850 |
| Goodwill | - | - |
| Other intangible assets | 3,298 | 3,925 |
| Investments in Joint venture | - | - |
| Investments in associates | 636 | 3,557 |
| Available-for-sale financial assets | 5,220 | 5,490 |
| Finance lease receivables | - | - |
| Trade and other receivables | 43,322 | 57,850 |
| Advance/loans due from related parties | - | - |
| Subsidiaries (investment costs) | 101,870 | 111,070 |
| Deferred tax assets | - | - |
| Derivative financial instruments | - | - |
| Other non-current assets | - | - |
| | 263,205 | 309,232 |
| Current Assets | | |
| Inventories | 115,775 | 86,122 |
| Finance lease receivables | - | - |
| Trade receivables | 34,930 | 31,917 |
| Other receivables | 25,160 | 23,911 |
| Advance paid to suppliers | 28 | 106 |
| Amounts due from NSH & NSA group: | | |
| Trade | 16,743 | 15,322 |
| Non trade | 2,912 | 2,419 |
| Loans | 7,373 | 6,572 |
| Advance/loans due from related parties | 784 | - |
| Current tax recoverable | - | - |
| Derivative financial instruments | - | - |
| Cash and cash equivalents | 3,955 | 3,540 |
| | 207,660 | 169,910 |
| Assets classified as held for sale | | |
| | 470,865 | 479,142 |
| Total Assets | | |
| Current Liabilities | | |
| Bank overdrafts / short term loan | 141,884 | 57,600 |
| Current portion of long term debts | - | - |
| Advance/loans due to related parties | - | 49,619 |
| Trade payables | 41,697 | 45,897 |
| Other payables | 16,445 | 17,507 |
| Amounts due to NSH & NSA group: | | |
| Trade | 42,436 | 34,942 |
| Non trade | 6,501 | 21,004 |
| Loans | 88,481 | 89,481 |
| Retirement benefit obligation | 128 | 560 |
| Current tax liabilities | 6,531 | 9,310 |
| Obligations under finance leases | - | - |
| Derivative financial instruments | 470 | 3,906 |
| Debentures | - | - |
| Provisions | - | - |
| | 344,573 | 329,825 |
| Net Current Assets | | |
| Non-current Liabilities | | |
| Long term debts | - | - |
| Advance/loans due to related parties | 120,000 | 120,000 |
| Retirement benefit obligation | 371 | 124 |
| Deferred tax liabilities | 5,385 | 6,842 |
| Obligations under finance leases | - | - |
| Other non current liabilities | - | - |
| Derivative financial instruments | - | - |
| Debentures | - | - |
| Provisions | - | - |
| | 125,756 | 126,966 |
| Total Liabilities | | |
| | 470,329 | 456,792 |
| Net Assets | | |
| | 536 | 22,350 |
| Equity | | |
| Capital and reserves | | |
| Share capital | 200,025 | 200,025 |
| Other Reserves | (6,296) | (7,136) |
| Translation reserves | - | - |
| Retained earnings | (193,193) | (170,538) |
| Equity attributable to Equity Holders of the company | 536 | 22,350 |
| Non-controlling interests | - | - |
| Total equity | | |
| | 536 | 22,350 |

NatSteel Holdings Pte Ltd.

Income Statement

| | Apr'16-Mar'17 | Apr'15-Mar'16 |
|---|----------------|-----------------|
| | SGD' 000 | SGD' 000 |
| Revenue | 606,126 | 648,439 |
| Cost of sales | (579,723) | (640,526) |
| Gross profit | 26,403 | 7,913 |
| GP % | 4.4% | 1.2% |
| Selling and distribution costs | (5,264) | (5,181) |
| Administrative expenses | (29,218) | (34,295) |
| Other operating (expenses) / income - net | 619 | (3,172) |
| Operating profit | (7,461) | (34,735) |
| Finance income | 16,847 | 1,318 |
| Finance costs | (8,893) | (7,960) |
| Other losses / gains - net | - | (0) |
| Profit before tax | 493 | (41,377) |
| Income tax expense | 3,731 | 10,115 |
| Profit for the year (from continuing operations) | 4,224 | (31,262) |

NatSteel Holdings Pte Ltd.

Cash Flow Statement

| | Apr'16-Mar'17 SGD' 000 | Apr'15-Mar'16 SGD' 000 |
|---|---------------------------|---------------------------|
| Particulars | Amount | Amount |
| Cash Flows from Operating Activities | | |
| Profit before taxation | 493 | (41,377) |
| Adjustments for : | | |
| Amortisation of intangible assets | 627 | 627 |
| Depreciation of property, plant and equipment | 20,230 | 21,551 |
| Provision of impairment or diminution | 3,419 | 593 |
| Finance expenses | 8,893 | 7,960 |
| Interest income | (578) | (958) |
| Dividend income | (360) | (360) |
| Dividend income from Asso / JV / related party | - | - |
| Dividend income from Subsidiaries | (15,909) | - |
| Loss (profit) on sale of property, plant and equipment | (148) | (26) |
| Property, plant and equipment written off | - | - |
| Provision (write back) for doubtful debts - trade /non trade | (10,849) | (66) |
| Provision (write back) for stock obsolescence | (484) | 244 |
| Provision for retirement benefits | 50 | 45 |
| Net foreign exchange (gains) / losses | - | - |
| Share of results of associated companies | - | - |
| Share of results of joint ventures | - | - |
| Loss (profit) on fair value of Interest swap | - | - |
| Loss (profit) on fair value of foreign exchange forward contract | (3,113) | 4,073 |
| Loss (profit) on fair value of - others | - | - |
| Fair value loss (gain) on investment properties | - | - |
| Other losses (gains) | - | 0 |
| Loss (gain) on disposal of investments | - | - |
| Bad debts written off | - | - |
| Others (please specify): | | |
| a) | 266 | 172 |
| b) | 9,200 | - |
| c) | 50 | (36) |
| Operating Profit before working capital changes | 11,787 | (7,558) |
| Decrease (increase) in inventories | (29,264) | 50,700 |
| Decrease (increase) in receivables | 8,523 | (11,089) |
| Increase (decrease) in payables | (4,734) | (7,869) |
| Receivables: Decrease (increase) in Interco (within NSH group/NSA Group) | - | - |
| Payables: Increase (decrease) in Interco (within NSH group/NSA Group) | (9,171) | 15,894 |
| Cash (used in) / generated from operations | (22,860) | 40,081 |
| Income tax paid (refund) | (427) | 1,023 |
| Payment of retirement benefits | (235) | (136) |
| Net cash (used in) / generated from operating activities | (23,521) | 40,967 |
| Cash Flows from Investing Activities | | |
| Investment/increase in subsidiaries | - | - |
| Disposal/decrease in subsidiaries | - | - |
| Investment/increase in associated companies | - | - |
| Disposal/decrease in associated companies | - | - |
| Investment/increase in joint ventures | (2,491) | (3,557) |
| Disposal/decrease in joint ventures | - | - |
| Investment/increase in investments | - | - |
| Disposal/decrease in investments | - | - |
| Investment/increase in other intangibles | - | - |
| Disposal/decrease in other intangibles | - | - |
| Proceeds from sale of property, plant and equipment | 218 | 52 |
| Purchase of property, plant and equipment | (2,825) | (13,461) |
| Dividend received from investments | 360 | 540 |
| Dividend received from associated companies / JV / Related party | - | - |
| Dividend received from subsidiaries | 15,909 | - |
| Interest received | 191 | 234 |
| Winding up of subsidiaries | - | - |
| Purchase of patents and trademarks | - | - |
| Expenditure in product developments | - | - |
| Loan/Advance to related parties (includes Interco, parent, assoc, JV & etc) | - | - |
| Repayment of loan/Advance from related parties | (801) | 419 |
| Others (please specify): | | |
| a) | (11,492) | (40,410) |
| b) | - | - |
| c) | - | - |
| Net cash (used in) / generated from investing activities | (933) | (56,183) |
| Cash Flows from Financing Activities | | |
| Increase in amounts due to bankers | 84,284 | (132,376) |
| Repayment of bank loans | - | - |
| Increase (decrease) in other non current liabilities | - | - |
| Increase (Decrease) in Obligations under finance leases | - | - |
| Advances to related companies | - | - |
| Repayment of advances from related companies | - | - |
| Advance from related companies | - | - |
| Repayment of advance to related companies | - | - |
| Loan from related companies (includes Interco, parent, assoc, JV & etc) | - | 3,126 |
| Repayment of loan to related companies | (49,619) | - |
| Loans to Related Companies | - | - |
| Repayment of loan from related companies | - | - |
| Interest paid | (8,797) | (8,492) |
| Dividend paid to parent company | - | - |
| Dividend paid to Non Controlling Interests (NCI, i.e. Minority Interests) | - | - |
| Proceeds from issuance of ordinary shares | - | - |
| Proceeds on issue of non convertible bond loans | - | - |
| Others (please specify): | | |
| a) | (1,000) | 32,102 |
| b) | - | - |
| c) | - | 120,000 |
| Net cash (used in) / generated from financing activities | 24,868 | 14,360 |
| Net Increase / (Decrease) in cash and Cash Equivalents | 415 | (856) |
| Cash and cash equivalents at beginning of the financial period | 3,540 | 4,396 |
| Effect of foreign exchange rate changes | - | - |
| Cash and cash equivalents at end of the financial period | 3,955 ® | 3,540 ® |

NatSteel Holdings Pte Ltd.

Statement of changes in Shareholders Equity as at 31 Mar 2017

SGD '000

| PARTICULARS | Notes | 2110000000 | 2210000000 | 2235021000 | 2222000000 | 2235014000 | 2235022000 | 2235010000 | 2235015000 | 2236010000 | 2241000000 | 2400000000 | | |
|--|-------|---|-----------------------|--------------------|------------------------|-----------------|-----------------|----------------------|---------------------|----------------------|-------------------|----------------|---------------------------|----------------|
| | | Attributable to equity holders of the company | | | | | | | | | | | Non-controlling interests | Total |
| | | Share capital | Share premium account | Restricted reserve | General (Free) reserve | Capital reserve | Other reserve | Amalgamation reserve | Revaluation reserve | Translation reserves | Retained earnings | Total | | Total |
| At beginning of year | | 200,025 | - | - | - | 77 | (10,903) | - | 3,690 | - | (170,538) | 22,350 | - | 22,350 |
| Opening Balance Adjustment (PI Specify) | | | | | | | | | | | | | | |
| Opening Balance Adjustment - 1 | | - | - | - | - | - | - | - | - | - | (623) | (623) | - | (623) |
| Opening Balance Adjustment - 2 | | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Opening Balance Adjustment - 3 | | - | - | - | - | - | 551 | - | - | - | (26,256) | (25,705) | - | (25,705) |
| Opening Balance Adjustment - 4 | | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Opening Balance Adjustment - 5 | | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Restated opening balance | | 200,025 | - | - | - | 77 | (10,352) | - | 3,690 | - | (197,418) | (3,978) | - | (3,978) |
| Additions | | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Fair value gains / (loss) on available-for-sale investment | | - | - | - | - | - | - | - | (270) | - | - | (270) | - | (270) |
| Profit for the year | IS | - | - | - | - | - | - | - | - | - | 4,224 | 4,224 | - | 4,224 |
| Dividends paid to minority interest of subsidiaries | NZ | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Dividends Payout - intercompany | NZ | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Other Transfer in/(Out) | | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Transfers to/from reserves | | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Advance / capital contribution | | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Net movements (System) | | - | - | - | - | - | 0 | - | - | - | (0) | (0) | - | (0) |
| Exchange Rate Differences (input) | | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Exchange Rate Differences (output) | | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Others (Please specify): | | | | | | | | | | | | | | |
| Other Movements - 1 | | - | - | 236 | - | - | - | - | - | - | - | 236 | - | 236 |
| Other Movements - 2 | | - | - | - | - | - | 323 | - | - | - | - | 323 | - | 323 |
| Other Movements - 3 | | - | - | - | - | - | - | - | - | - | - | - | - | - |
| At end of year | | 200,025 | - | 236 | - | 77 | (10,028) | - | 3,420 | - | (193,193) | 536 | - | 536 |
| | | - | - | - | - | - | - | - | - | - | - | 0 | - | 0 |

| Additional Information : | |
|-------------------------------|---------|
| No of Shares : | - |
| Face Value | - |
| Value of Share capital ('000) | 200,025 |

NatSteel Holdings Pte Ltd.

Statement of changes in Shareholders Equity as at 31 Mar 2016

SGD '000

| PARTICULARS | Notes | 2110000000 | 2210000000 | 2235021000 | 2222000000 | 2235014000 | 2235022000 | 2235010000 | 2235015000 | 2236010000 | 2241000000 | 2400000000 | Non-controlling interests | Total |
|--|--------------------|---|-----------------------|--------------------|------------------------|-----------------|-----------------|----------------------|---------------------|----------------------|-------------------|---------------|---------------------------|---------------|
| | | Attributable to equity holders of the company | | | | | | | | | | | | |
| | | Share capital | Share premium account | Restricted reserve | General (Free) reserve | Capital reserve | Other reserve | Amalgamation reserve | Revaluation reserve | Translation reserves | Retained earnings | Total | | |
| At beginning of year | | 200,025 | - | - | - | - | - | - | 4,500 | - | (19,565) | 184,960 | - | 184,960 |
| Opening Balance Adjustment (PI Specify) | | | | | | | | | | | | | | |
| Opening Balance Adjustment - 1 | | - | - | - | - | - | - | - | - | - | (124,993) | (124,993) | - | (124,993) |
| Opening Balance Adjustment - 2 | | - | - | - | - | - | - | - | - | - | (7,879) | (7,879) | - | (7,879) |
| Opening Balance Adjustment - 3 | | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Opening Balance Adjustment - 4 | | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Opening Balance Adjustment - 5 | | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Restated opening balance | | 200,025 | - | - | - | - | - | - | 4,500 | - | (152,438) | 52,087 | - | 52,087 |
| Additions | | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Fair value gains / (loss) on available-for-sale investment | | - | - | - | - | - | - | - | (810) | - | - | (810) | - | (810) |
| Profit for the year | IS | - | - | - | - | - | - | - | - | - | (31,262) | (31,262) | - | (31,262) |
| Dividends paid to minority interest of subsidiary | N7 | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Dividends Payout - intercompany | N7 | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Other Transfer in/(Out) | | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Transfers to/from reserves | | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Advance / capital contribution | | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Net movements (System) | | - | - | - | - | - | - | - | - | - | 0 | 0 | - | 0 |
| Exchange Rate Differences | | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Others (Please specify): | | | | | | | | | | | | | | |
| Other Movements - 1 | | - | - | - | - | 77 | - | - | - | - | 13,161 | 13,238 | - | 13,238 |
| Other Movements - 2 | | - | - | - | - | - | (1,082) | - | - | - | - | (1,082) | - | (1,082) |
| Other Movements - 3 | | - | - | - | - | - | (9,821) | - | - | - | - | (9,821) | - | (9,821) |
| At end of year | | 200,025 | - | - | - | 77 | (10,903) | - | 3,690 | - | (170,538) | 22,350 | - | 22,350 |

| Additional Information : | |
|-------------------------------|---------|
| No of Shares : | - |
| Face Value | - |
| Value of Share capital ('000) | 200,025 |