

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

In S\$'000	Notes	4Q-14	4Q-13	Inc/(Dec) %	YTD-14	YTD-13	Inc/(Dec) %
Revenue	1	96,667	104,470	-7%	322,186	348,203	-7%
Cost of sales	1	<u>(87,866)</u>	<u>(94,776)</u>	-7%	<u>(289,779)</u>	<u>(313,096)</u>	-7%
Gross profit	1	8,801	9,694	-9%	32,407	35,107	-8%
Other income	2	275	311	-12%	900	1,151	-22%
Administrative expenses	3	(5,005)	(5,337)	-6%	(21,459)	(21,939)	-2%
Other operating expenses	4	(10,727)	(4,002)	168%	(21,152)	(10,680)	98%
Finance costs	5	<u>(80)</u>	<u>(66)</u>	21%	<u>(252)</u>	<u>(132)</u>	91%
Total expenses		(15,812)	(9,405)	68%	(42,863)	(32,751)	31%
Operating (loss) profit before amortisation expense and income tax		<u>(6,736)</u>	<u>600</u>	-1223%	<u>(9,556)</u>	<u>3,507</u>	-372%
Amortisation expense	6	<u>(254)</u>	<u>(162)</u>	57%	<u>(995)</u>	<u>(162)</u>	514%
(Loss) Profit before income tax		(6,990)	438	-1696%	(10,551)	3,345	-415%
Income tax (expense) credit	7	<u>(72)</u>	<u>248</u>	-129%	<u>(352)</u>	<u>(274)</u>	28%
(Loss) Profit for the period		<u>(7,062)</u>	<u>686</u>	-1129%	<u>(10,903)</u>	<u>3,071</u>	-455%
Other comprehensive (loss) income							
<i>Items that may be reclassified subsequently to profit or loss</i>							
Currency translation differences arising on consolidation		<u>(154)</u>	<u>(11)</u>	1300%	<u>(72)</u>	<u>(73)</u>	-1%
Other comprehensive loss for the period, net of tax		<u>(154)</u>	<u>(11)</u>	1300%	<u>(72)</u>	<u>(73)</u>	-1%
Total comprehensive (loss) income for the period		<u><u>(7,216)</u></u>	<u><u>675</u></u>	-1169%	<u><u>(10,975)</u></u>	<u><u>2,998</u></u>	-466%
(Loss) Profit attributable to:							
Owners of the Company		(6,537)	1,026	-737%	(9,675)	3,375	-387%
Non-controlling interests		<u>(525)</u>	<u>(340)</u>	54%	<u>(1,228)</u>	<u>(304)</u>	304%
Total comprehensive (loss) income		<u><u>(7,062)</u></u>	<u><u>686</u></u>	-1129%	<u><u>(10,903)</u></u>	<u><u>3,071</u></u>	-455%
Total comprehensive (loss) income attributable to:							
Owners of the Company		(6,662)	1,017	-755%	(9,716)	3,307	-394%
Non-controlling interests		<u>(554)</u>	<u>(342)</u>	62%	<u>(1,259)</u>	<u>(309)</u>	307%
		<u><u>(7,216)</u></u>	<u><u>675</u></u>	-1169%	<u><u>(10,975)</u></u>	<u><u>2,998</u></u>	-466%

1(a)(i) Breakdown and explanatory notes to the income statement

Note 1 Revenue, cost of sales and gross profit

The Group operates in three business segments – After Market Services (AMS), Distribution Management Solutions (DMS) * and Digital Inkjet Printing for Out-Of-Home Advertising Solutions (DPAS).

In April 2014, MDR Golden Myanmar Sea Company Limited (“MDR Golden”) was set up to distribute prepaid cards in Mandalay, Myanmar. MDR Golden commenced operations in August 2014.

Although the Company does not own any of the equity shares of MDR Golden, and consequently does not control any of the voting power of those shares, the Company is of the view that it has acquired de facto control over this company via its joint venture company MDR Myanmar on the basis that the Group has the power to direct the relevant activity of MDR Golden, has rights to variable returns from its involvement with this entity, and has the ability to affect those returns through its power over the entity. Accordingly, the financial position and results of MDR Golden are included in the consolidated financial statements with effect from August 2014.

The breakdown of revenue and cost of goods sold and spare parts are as follows:

In S\$'000	4Q-14	4Q-13	YTD-14	YTD-13
Revenue				
AMS	5,224	8,459	22,346	35,961
DMS	89,825	93,531	292,630	307,851
DPAS	1,618	2,480	7,210	4,391
	<u>96,667</u>	<u>104,470</u>	<u>322,186</u>	<u>348,203</u>
Cost of goods sold and spare parts				
AMS	(3,682)	(6,531)	(16,121)	(28,260)
DMS	(83,293)	(86,963)	(269,712)	(282,639)
DPAS	(891)	(1,282)	(3,946)	(2,197)
	<u>(87,866)</u>	<u>(94,776)</u>	<u>(289,779)</u>	<u>(313,096)</u>
Gross profit				
AMS	1,542	1,928	6,225	7,701
DMS	6,532	6,568	22,918	25,212
DPAS	727	1,198	3,264	2,194
	<u>8,801</u>	<u>9,694</u>	<u>32,407</u>	<u>35,107</u>
GP%				
AMS	30%	23%	28%	21%
DMS	7%	7%	8%	8%
DPAS	45%	48%	45%	50%
	<u>9%</u>	<u>9%</u>	<u>10%</u>	<u>10%</u>

* DMS business segment includes transactions from the Group's wholly-owned subsidiary Shenzhen Quanli Leather (S) Pte Ltd (“Quanli Singapore”), consolidation of Golden Myanmar Sea Company Ltd and Golden Myanmar Sea (S) Pte Ltd (collectively “GMS group”) and consolidation of MDR Golden.

Note 2 Other income consists of the following:

In S\$'000	4Q-14	4Q-13	YTD-14	YTD-13
Interest income	22	(20)	44	16
Rental income	87	185	414	763
Bad debts recovered - trade	-	3	-	3
Liabilities written back	2	72	64	186
Others	164	71	378	183
	<u>275</u>	<u>311</u>	<u>900</u>	<u>1,151</u>

The negative interest income in 4Q-13 arose from a reversal of interest income received by MDR Myanmar from GMS Myanmar in the previous quarter; the amount was reversed out in 4Q-13 due to consolidation of GMS Myanmar into the Group results.

Note 3 Administrative expenses

The administrative expenses comprise mainly staff cost.

In S\$'000	4Q-14	4Q-13	YTD-14	YTD-13
Staff Cost				
AMS	1,014	1,143	4,423	5,300
DMS	2,487	2,404	9,934	9,910
DPAS	215	328	893	554
Management and HQ support staff costs (including Directors' fees)	446	511	2,119	2,314
	<u>4,162</u>	<u>4,386</u>	<u>17,369</u>	<u>18,078</u>

Included in staff cost is share option expense of \$11,000 and \$47,000 in 4Q-14 and YTD-14 respectively (4Q-13: \$21,000 and YTD-13: \$61,000).

With a 38% decrease in AMS revenue in both 4Q-14 and YTD-14 compared to the corresponding periods in 2013, AMS staff cost had also decreased, due to lower headcount required to support the operations.

Note 4 Other operating expenses

Other operating expenses consist of the following:

In S\$'000	4Q-14	4Q-13	YTD-14	YTD-13
Rental expenses	1,637	1,802	6,758	6,759
Depreciation expenses	459	472	1,863	1,535
Plant and equipment written off	57	26	75	85
Loss on disposal of plant and equipment	9	(4)	15	12
Impairment on plant and equipment [#]	319	-	319	-
Impairment on available-for-sale investment [#]	493	-	493	-
Goodwill written off [#]	2,350	-	2,350	-
Intangible asset written off [#]	2,061	-	2,061	-
Allowance for doubtful trade receivables	1,432	12	1,451	75
Allowance for doubtful other receivables	443	25	450	25
Bad debts written off - trade	12	-	14	-
Allowance for inventories	253	1,752	4,054	2,203
Inventories written off	-	17	-	22
Provision for restructuring costs [#]	1,429	-	1,429	-
Foreign exchange gain	(227)	(100)	(180)	(36)
	<u>10,727</u>	<u>4,002</u>	<u>21,152</u>	<u>10,680</u>

Please refer to pages 5 and 6 for details.

Higher allowance for inventories in YTD-14 compared to the corresponding periods in 2013 was due mainly to a one-off specific provision of \$3.07 million made in 3Q-14 for slow moving handsets and accessories.

Note 5 Finance costs

Finance costs comprise interest on finance leases and short-term bank borrowings.

The finance costs in YTD-14 have increased as a result of new bank borrowings, as well as finance leases under DPAS being consolidated into the Group since 3Q-13.

Note 6 Amortisation expense

The amortisation expense relates to the Group's purchased customer list of Quanli (Hong Kong) Leather Company, which is to be amortised over a period of 38 months.

Note 7 Income tax expenses

The tax expense provision is calculated for profitable subsidiaries before group relief is taken into consideration.

1(b)(i) Statement of financial position (for the issuer and Group), together with a comparative statement as at the end of the immediately preceding financial year

In S\$'000	Notes	Group		Company	
		31-Dec-14	31-Dec-13	31-Dec-14	31-Dec-13
ASSETS					
Current assets					
Cash and bank balances		31,744	18,501	17,968	5,292
Trade receivables	1	24,812	28,101	2,083	3,154
Other receivables and prepayments	2	10,991	5,708	19,108	17,587
Inventories	3	17,490	24,528	1,351	1,222
Total current assets		<u>85,037</u>	<u>76,838</u>	<u>40,510</u>	<u>27,255</u>
Non-current assets					
Investment in subsidiaries		-	-	21,094	21,142
Available-for-sale investment	4	-	-	-	-
Plant and equipment	5	4,014	4,601	496	731
Goodwill	6	2,994	5,344	-	-
Intangible asset	7	-	2,916	-	-
Total non-current assets		<u>7,008</u>	<u>12,861</u>	<u>21,590</u>	<u>21,873</u>
Total assets		<u>92,045</u>	<u>89,699</u>	<u>62,100</u>	<u>49,128</u>
Current liabilities					
Short-term bank borrowings		2,550	4,000	-	-
Trade payables	8	17,081	18,811	1,371	2,678
Other payables	9	11,651	11,595	2,458	3,851
Current portion of finance leases		495	432	76	71
Income tax payable		544	882	-	-
Total current liabilities		<u>32,321</u>	<u>35,720</u>	<u>3,905</u>	<u>6,600</u>
Non-current liabilities					
Finance leases		1,138	1,225	213	289
Deferred tax liabilities		169	206	-	-
Total non-current liabilities		<u>1,307</u>	<u>1,431</u>	<u>213</u>	<u>289</u>
Capital, reserves and non-controlling interests					
Share capital		153,652	135,873	153,652	135,873
Capital reserve		(859)	(859)	22	22
Share options reserve		277	1,538	277	1,538
Foreign currency translation reserve		56	100	-	-
Accumulated losses		(93,938)	(84,589)	(95,969)	(95,194)
Equity attributable to owners of the Company		<u>59,188</u>	<u>52,063</u>	<u>57,982</u>	<u>42,239</u>
Non-controlling interests		(771)	485	-	-
Total equity		<u>58,417</u>	<u>52,548</u>	<u>57,982</u>	<u>42,239</u>
Total liabilities and equity		<u>92,045</u>	<u>89,699</u>	<u>62,100</u>	<u>49,128</u>

Notes

1 Trade receivables

The Group's trade receivables turnover as at 31 December 2014 is 30 days (31 December 2013: 28 days).

2 Other receivables and prepayments

The Group's other receivables and prepayments consist mainly of the following:

S\$'000	31-Dec-14	31-Dec-13
Rental deposits	1,828	2,119
Other receivables	7,477	2,944
Prepayments	422	358

Other receivables of \$7.5 million as at 31 December 2014 comprised mainly of credit notes of \$5.7 million to be received from principals in relation to sell through, advertising and promotion support.

3 Inventories

The Group's inventory turnover for the period ended 31 December 2014 is 26 days (31 December 2013: 27 days).

4 Available-for-sale investment

In July 2014, the Company acquired an unquoted equity investment that is engaged in smart devices activities for a cash consideration of \$493,000. The investment was fully impaired at year end, in view of uncertainty over the investment's projected returns.

5 Plant and equipment

An impairment loss of \$319,000 was recognised in relation to the proposed closure of certain non-performing DMS business retail outlets in FY2015.

6 Goodwill

Goodwill of \$2.35 million attributed to the DMS retail businesses have been written off at year end, due to the uncertain earnings estimate from this segment of the business.

7 Intangible asset

The intangible asset arising from the purchased customer list of Quanli (Hong Kong) Leather Company, with a carrying value of \$2.1 million as at year end, has been fully written off, in view of the uncertain earnings estimate from sales to these customers.

8 Trade payables

The Group's trade payables turnover as at 31 December 2014 is 22 days (31 December 2013: 19 days).

9 Other payables

The Group's other payables consist of the following:

S\$'000	31-Dec-14	31-Dec-13
Advertising and promotion funds from principals	1,476	2,399
Scheduled deferred payment for acquisition of Pixio	1,895	3,145
Other payables to third parties	575	769
Accrued staff costs	808	1,065
Rebates owing to franchisees	758	1,529
Accrued purchases	1,173	73
Provision for restructuring costs *	1,429	-
Other accrued operating expenses	957	1,008

* The provision for restructuring costs represents the estimated costs in relation to the closure of certain non-performing DMS business retail outlets in FY2015.

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-Dec-14		As at 31-Dec-13	
Secured (\$'000)	Unsecured (\$'000)	Secured (\$'000)	Unsecured (\$'000)
495	2,550	432	4,000

Amount repayable after one year

As at 31-Dec-14		As at 31-Dec-13	
Secured (\$'000)	Unsecured (\$'000)	Secured (\$'000)	Unsecured (\$'000)
1,138	-	1,225	-

Details of collateral

The secured borrowings comprise of outstanding finance lease of \$1.6 million on certain motor vehicles and machinery.

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**

In S\$'000	4Q-14	4Q-13	YTD-14	YTD-13
Operating activities				
(Loss) Profit before income tax	(6,990)	438	(10,551)	3,345
Adjustments for:				
Amortisation expense	254	162	995	162
Depreciation expenses	459	472	1,863	1,535
Interest expenses	80	66	252	132
Interest income	(22)	20	(44)	(16)
Loss (Gain) on disposal of plant and equipment	9	(4)	15	12
Plant and equipment written off	57	26	75	85
Allowance for inventories	253	1,752	4,054	2,203
Inventories written off	-	17	-	22
Bad debts written off - trade	12	-	14	-
Allowance for doubtful trade receivables	1,432	12	1,451	75
Allowance for doubtful other receivables	443	25	450	25
Professional fees paid by shares	-	-	100	-
Employee share-based payments	11	21	47	61
Liabilities written back	(2)	(72)	(64)	(186)
Impairment on plant and equipment	319	-	319	-
Impairment on available-for-sale investment	493	-	493	-
Goodwill written off	2,350	-	2,350	-
Intangible asset written off	2,061	-	2,061	-
Provision for restructuring costs	1,429	-	1,429	-
Net foreign exchange gains	(207)	(5)	(204)	(63)
Operating cash flows before movements in working capital	2,441	2,930	5,105	7,392
Trade receivables	(7,770)	(3,760)	1,824	273
Other receivables and prepayments	(2,118)	2,051	(5,489)	(1,393)
Inventories	6,521	1,495	2,984	(4,329)
Trade payables	2,912	321	(1,730)	3,381
Other payables	766	842	(1,290)	(932)
Cash generated from operations	2,752	3,879	1,404	4,392
Interest received	22	(20)	44	16
Income tax paid	(155)	(188)	(971)	(972)
Net cash from operating activities	2,619	3,671	477	3,436
Investing activities				
Proceeds from disposal of plant and equipment	34	35	73	98
Purchase of customer list	-	(3,078)	-	(3,078)
Purchase of plant and equipment (Note A)	(452)	(97)	(1,300)	(1,848)
Purchase of available-for-sale investment	-	-	(493)	-
Cash contribution from non-controlling interests	-	-	-	249
Net cash outflows on acquisition of subsidiary (Note B)	-	-	-	(2,571)
Net cash used in investing activities	(418)	(3,140)	(1,720)	(7,150)
Financing activities				
Interest paid	(80)	(66)	(252)	(132)
Proceeds from issuance of ordinary shares, net	(4)	406	17,679	2,975
(Repayment of) Proceeds from bank borrowings	(4,350)	(2,900)	(1,450)	4,000
Repayment of obligations under finance leases	(132)	(89)	(489)	(277)
Dividends paid to shareholders	-	-	(982)	(2,017)
Dividends paid to non-controlling interest	-	-	(19)	-
Net cash (used in) from financing activities	(4,566)	(2,649)	14,487	4,549
Net (decrease) increase in cash and cash equivalents	(2,365)	(2,118)	13,244	835
Cash and cash equivalents at beginning of period	34,064	20,573	18,455	17,620
Cash and cash equivalents at end of period	31,699	18,455	31,699	18,455

Notes

A. Purchase of plant and equipment:

In 4Q-14, the Group acquired plant and equipment with an aggregate cost of \$452,000 (4Q-13: \$97,000) of which \$Nil (2013: \$Nil) was acquired under finance lease arrangements.

In YTD-14, the Group acquired plant and equipment with an aggregate cost of \$1,791,000 (YTD-13: \$2,345,000) of which \$491,000 (2013: \$497,000) was acquired under finance lease arrangements.

B. Acquisition of subsidiary

On 1 July 2013, the Group acquired 100% of the issued share capital of Pixio for cash consideration of \$6.45 million. Pixio is incorporated in Malaysia and is in the business of providing design and digital inkjet printing solutions for Point Of Sale and Out-of-Home advertisements (DPAS).

Assets acquired and liabilities assumed at the date of acquisition were as follows:

In S\$'000	4Q-14	4Q-13	YTD-14	YTD-13
Assets	-	-	-	5,352
Liabilities	-	-	-	(1,898)
Net assets acquired	-	-	-	3,454
Total purchase consideration	-	-	-	6,448
Goodwill arising on acquisition	-	-	-	2,994
Cash consideration	-	-	-	6,448
Less: Outstanding balance	-	-	-	(3,217)
Cash and cash balances acquired	-	-	-	(660)
Cash outflows on acquisition	-	-	-	2,571

C. Cash and cash equivalents at end of period comprise of:

In S\$'000	4Q-14	4Q-13
Cash	31,744	18,501
Less: Cash pledged	(45)	(46)
Cash and cash equivalents	31,699	18,455

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

<u>In S\$'000</u>	<u>Share capital</u>	<u>Capital reserve</u>	<u>Share options reserve</u>	<u>Currency translation reserve</u>	<u>Accumulated losses</u>	<u>Attributable to equity holders</u>	<u>Non-controlling interests</u>	<u>Total</u>
Group								
Balance as at 1 January 2014	135,873	(859)	1,538	100	(84,589)	52,063	485	52,548
Total comprehensive income for the period								
Profit for the period	-	-	-	-	81	81	(249)	(168)
Other comprehensive income for the period	-	-	-	76	-	76	-	76
Total	-	-	-	76	81	157	(249)	(92)
Transactions with owners, recognised directly in equity								
Reversal of expenses related to equity settled								
share-based payment	-	-	(10)	-	10	-	-	-
Issue of shares upon conversion of warrants	142	-	-	-	-	142	-	142
Issue of shares for settlement of professional fees	100	-	-	-	-	100	-	100
Recognition of share-based payments	-	-	13	-	-	13	-	13
Total	242	-	3	-	10	255	-	255
Balance as at 31 March 2014	136,115	(859)	1,541	176	(84,498)	52,475	236	52,711
Total comprehensive loss for the period								
Loss for the period	-	-	-	-	(110)	(110)	(169)	(279)
Other comprehensive income for the period	-	-	-	25	-	25	8	33
Total	-	-	-	25	(110)	(85)	(161)	(246)
Transactions with owners, recognised directly in equity								
Dividends	-	-	-	-	(982)	(982)	-	(982)
Reversal of expenses related to equity settled								
share-based payment	-	-	(1,298)	-	1,298	-	-	-
Issue of shares upon conversion of warrants	4,057	-	-	-	-	4,057	-	4,057
Recognition of share-based payments	-	-	12	-	-	12	-	12
Total	4,057	-	(1,286)	-	316	3,087	-	3,087
Balance as at 30 June 2014	140,172	(859)	255	201	(84,292)	55,477	75	55,552

<u>In S\$'000</u> Group	<u>Share capital</u>	<u>Capital reserve</u>	<u>Share options reserve</u>	<u>Currency translation reserve</u>	<u>Accumulated losses</u>	<u>Attributable to equity holders</u>	<u>Non-controlling interests</u>	<u>Total</u>
Balance as at 1 July 2014	140,172	(859)	255	201	(84,292)	55,477	75	55,552
Total comprehensive loss for the period								
Loss for the period	-	-	-	-	(3,109)	(3,109)	(285)	(3,394)
Other comprehensive loss for the period	-	-	-	(17)	-	(17)	(10)	(27)
Total	-	-	-	(17)	(3,109)	(3,126)	(295)	(3,421)
Transactions with owners, recognised directly in equity								
Issue of shares upon conversion of warrants	13,484	-	-	-	-	13,484	-	13,484
Recognition of share-based payments	-	-	11	-	-	11	-	11
Total	13,484	-	11	-	-	13,495	-	13,495
Balance as at 30 September 2014	153,656	(859)	266	184	(87,401)	65,846	(220)	65,626
Total comprehensive loss for the period								
Loss for the period	-	-	-	-	(6,537)	(6,537)	(525)	(7,062)
Other comprehensive loss for the period	-	-	-	(128)	-	(128)	(26)	(154)
Total	-	-	-	(128)	(6,537)	(6,665)	(551)	(7,216)
Transactions with owners, recognised directly in equity								
Expenses relating to conversion of warrants	(4)	-	-	-	-	(4)	-	(4)
Recognition of share-based payments	-	-	11	-	-	11	-	11
Total	(4)	-	11	-	-	7	-	7
Balance as at 31 December 2014	<u>153,652</u>	<u>(859)</u>	<u>277</u>	<u>56</u>	<u>(93,938)</u>	<u>59,188</u>	<u>(771)</u>	<u>58,417</u>

In S\$'000 Group	Share capital	Capital reserve	Share options reserve	Currency translation reserve	Accumulated losses	Attributable to equity the	Non-controlling interests	Total
Balance as at 1 January 2013	132,856	(859)	1,548	168	(85,976)	47,737	564	48,301
Total comprehensive income for the period								
Profit for the period	-	-	-	-	841	841	21	862
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total	-	-	-	-	841	841	21	862
Transactions with owners, recognised directly in equity								
Reversal of expenses related to equity settled								
share-based payment	-	-	(29)	-	29	-	-	-
Issue of shares upon conversion of warrants	813	-	-	-	-	813	-	813
Recognition of share-based payments	-	-	15	-	-	15	-	15
Total	813	-	(14)	-	29	828	-	828
Balance as at 31 March 2013	133,669	(859)	1,534	168	(85,106)	49,406	585	49,991
Total comprehensive income for the period								
Profit for the period	-	-	-	-	489	489	13	502
Other comprehensive income for the period	-	-	-	3	-	3	-	3
Total	-	-	-	3	489	492	13	505
Transactions with owners, recognised directly in equity								
Dividends	-	-	-	-	(2,017)	(2,017)	-	(2,017)
Issue of shares upon share options exercised	153	-	(42)	-	-	111	-	111
Issue of shares upon conversion of warrants	793	-	-	-	-	793	-	793
Issue of shares for settlement of professional fees	470	-	-	-	-	470	-	470
Recognition of share-based payments	-	-	13	-	-	13	-	13
Total	1,416	-	(29)	-	(2,017)	(630)	-	(630)
Balance as at 30 June 2013	135,085	(859)	1,505	171	(86,634)	49,268	598	49,866

<u>In S\$'000</u> Group	<u>Share capital</u>	<u>Capital reserve</u>	<u>Share options reserve</u>	<u>Currency translation reserve</u>	<u>Accumulated losses</u>	<u>Attributable to equity the</u>	<u>Non-controlling interests</u>	<u>Total</u>
Balance as at 1 July 2013	135,085	(859)	1,505	171	(86,634)	49,268	598	49,866
Total comprehensive income for the period								
Profit for the period	-	-	-	-	1,019	1,019	2	1,021
Other comprehensive loss for the period	-	-	-	(62)	-	(62)	(3)	(65)
Total	-	-	-	(62)	1,019	957	(1)	956
Transactions with owners, recognised directly in equity								
Issue of shares upon conversion of warrants	382	-	-	-	-	382	-	382
Non-controlling interests arising from incorporation of subsidiary	-	-	-	-	-	-	249	249
Recognition of share-based payments	-	-	12	-	-	12	-	12
Total	382	-	12	-	-	394	249	643
Balance as at 30 September 2013	135,467	(859)	1,517	109	(85,615)	50,619	846	51,465
Total comprehensive income for the period								
Profit for the period	-	-	-	-	1,026	1,026	(340)	686
Other comprehensive loss for the period	-	-	-	(9)	-	(9)	(2)	(11)
Total	-	-	-	(9)	1,026	1,017	(342)	675
Transactions with owners, recognised directly in equity								
Issue of shares upon conversion of warrants	406	-	-	-	-	406	-	406
Dividends to non-controlling interest	-	-	-	-	-	-	(19)	(19)
Recognition of share-based payments	-	-	21	-	-	21	-	21
Total	406	-	21	-	-	427	(19)	408
Balance as at 31 December 2013	<u>135,873</u>	<u>(859)</u>	<u>1,538</u>	<u>100</u>	<u>(84,589)</u>	<u>52,063</u>	<u>485</u>	<u>52,548</u>

<u>In S\$'000</u> Company	<u>Share capital</u>	<u>Capital reserve</u>	<u>Share options reserve</u>	<u>Accumulated losses</u>	<u>Total</u>
Balance as at 1 January 2014	135,873	22	1,538	(95,194)	42,239
Loss for the period, representing total comprehensive loss for the period	-	-	-	(276)	(276)
Transactions with owners, recognised directly in equity					
Reversal of expenses related to equity settled share-based payment	-	-	(10)	10	-
Issue of shares upon conversion of warrants	142	-	-	-	142
Issue of shares for settlement of professional fees	100	-	-	-	100
Recognition of share-based payments	-	-	13	-	13
Total	<u>242</u>	<u>-</u>	<u>3</u>	<u>10</u>	<u>255</u>
Balance as at 31 March 2014	<u>136,115</u>	<u>22</u>	<u>1,541</u>	<u>(95,460)</u>	<u>42,218</u>
Loss for the period, representing total comprehensive loss for the period	-	-	-	(162)	(162)
Transactions with owners, recognised directly in equity					
Dividends	-	-	-	(982)	(982)
Reversal of expenses related to equity settled share-based payment	-	-	(1,298)	1,298	-
Issue of shares upon conversion of warrants	4,057	-	-	-	4,057
Recognition of share-based payments	-	-	12	-	12
Total	<u>4,057</u>	<u>-</u>	<u>(1,286)</u>	<u>316</u>	<u>3,087</u>
Balance as at 30 June 2014	<u>140,172</u>	<u>22</u>	<u>255</u>	<u>(95,306)</u>	<u>45,143</u>
Profit for the period, representing total comprehensive profit for the period	-	-	-	85	85
Transactions with owners, recognised directly in equity					
Issue of shares upon conversion of warrants	13,484	-	-	-	13,484
Recognition of share-based payments	-	-	11	-	11
Total	<u>13,484</u>	<u>-</u>	<u>11</u>	<u>-</u>	<u>13,495</u>
Balance as at 30 September 2014	<u>153,656</u>	<u>22</u>	<u>266</u>	<u>(95,221)</u>	<u>58,723</u>
Profit for the period, representing total comprehensive profit for the period	-	-	-	(748)	(748)
Transactions with owners, recognised directly in equity					
Expenses relating to conversion of warrants	(4)	-	-	-	(4)
Recognition of share-based payments	-	-	11	-	11
Total	<u>(4)</u>	<u>-</u>	<u>11</u>	<u>-</u>	<u>7</u>
Balance as at 31 December 2014	<u><u>153,652</u></u>	<u><u>22</u></u>	<u><u>277</u></u>	<u><u>(95,969)</u></u>	<u><u>57,982</u></u>

<u>In S\$'000</u>	<u>Share capital</u>	<u>Capital reserve</u>	<u>Share options reserve</u>	<u>Accumulated losses</u>	<u>Total</u>
Company					
Balance as at 1 January 2013	132,856	22	1,548	(94,280)	40,146
Loss for the period, representing total comprehensive loss for the period	-	-	-	(41)	(41)
Transactions with owners, recognised directly in equity					
Reversal of expenses related to equity settled share-based payment	-	-	(29)	29	-
Issue of shares upon conversion of warrants	813	-	-	-	813
Recognition of share-based payments	-	-	15	-	15
Total	<u>813</u>	<u>-</u>	<u>(14)</u>	<u>29</u>	<u>828</u>
Balance as at 31 March 2013	<u>133,669</u>	<u>22</u>	<u>1,534</u>	<u>(94,292)</u>	<u>40,933</u>
Profit for the period, representing total comprehensive income for the period	-	-	-	2	2
Transactions with owners, recognised directly in equity					
Dividends	-	-	-	(2,017)	(2,017)
Issue of shares upon share options exercised	153	-	(42)	-	111
Issue of shares upon conversion of warrants	793	-	-	-	793
Issue of shares for settlement of professional fees	470	-	-	-	470
Recognition of share-based payments	-	-	13	-	13
Total	<u>1,416</u>	<u>-</u>	<u>(29)</u>	<u>(2,017)</u>	<u>(630)</u>
Balance as at 30 June 2013	<u>135,085</u>	<u>22</u>	<u>1,505</u>	<u>(96,307)</u>	<u>40,305</u>
Profit for the period, representing total comprehensive income for the period	-	-	-	6	6
Transactions with owners, recognised directly in equity					
Issue of shares upon conversion of warrants	382	-	-	-	382
Recognition of share-based payments	-	-	12	-	12
Total	<u>382</u>	<u>-</u>	<u>12</u>	<u>-</u>	<u>394</u>
Balance as at 30 September 2013	<u>135,467</u>	<u>22</u>	<u>1,517</u>	<u>(96,301)</u>	<u>40,705</u>
Profit for the period, representing total comprehensive income for the period	-	-	-	1,107	1,107
Transactions with owners, recognised directly in equity					
Issue of shares upon conversion of warrants	406	-	-	-	406
Recognition of share-based payments	-	-	21	-	21
Total	<u>406</u>	<u>-</u>	<u>21</u>	<u>-</u>	<u>427</u>
Balance as at 31 December 2013	<u>135,873</u>	<u>22</u>	<u>1,538</u>	<u>(95,194)</u>	<u>42,239</u>

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 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

Issued share capital

There were no movements in the Company's issued share capital for the quarter ended 31 December 2014 (4Q-13: 81,104,000 new shares at \$0.005 per share through conversion of warrants).

As at 31 December 2014, the Company's issued and paid-up capital was \$153,652,141 divided into 12,528,241,084 shares.

Warrants

The Company's warrants expired on 25 September 2014.

At 31 December 2013, there were 3,761,784,195 outstanding warrants. Each warrant carried the right to subscribe for one new share in the capital of the Company at an exercise price of \$0.005.

Share options

The Company had a share option scheme known as mDR Limited Share Option Scheme 2003 which was approved by members of the Company at the Extraordinary General Meeting held on 13 January 2003. The Scheme expired on 12 January 2013. Upon expiration of the Scheme, no further share option can be granted but the provisions of the Scheme will remain in full force and effect in respect of any share options granted prior to the expiration but not exercised at the time of expiration.

At 31 December 2014, there were 45,155,000 (31 December 2013: 53,832,133) outstanding share options which would entitle the holders to subscribe for a total of 45,155,000 (31 December 2013: 53,832,133) ordinary shares. If exercised, these share options represent approximately 0.36% of the share capital consisting of 12,528,241,084 issued shares at 31 December 2014.

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.

	Number of ordinary shares	
	31-Dec-14	31-Dec-13
Issued and paid up	<u>12,528,241,084</u>	<u>8,981,891,673</u>

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.

Not applicable.

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

The figures have not been audited or reviewed by the auditors of the Company.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of 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 in the financial statements for the current financial period as compared with those used in the audited financial statements for the financial year ended 31 December 2013.

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

The Group has adopted all the new and revised Singapore Financial Reporting Standards ("FRS") for accounting periods beginning 1 January 2014, where applicable.

The adoption of new / revised FRS and INT FRS does not result in changes to the Group's and the Company's accounting policies and has no material effect on the amounts reported for the current or prior period.

6. Earnings per ordinary share of the Group for the current period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends

Earnings per ordinary share <i>(based on consolidated net (loss) profit attributable to equity holders of the Company)</i>	4Q-14 cents	4Q-13 cents	YTD-14 cents	YTD-13 cents
- Basic	(0.063)	0.012	(0.093)	0.038
- Fully diluted	<u>(0.063)</u>	<u>0.009</u>	<u>(0.093)</u>	<u>0.029</u>

Basic earnings per ordinary share is computed based on the weighted average number of shares in issue during the period of 10,412,484,222 (4Q-13: 8,782,494,735).

In 4Q-14 and YTD-14, the share options are anti-dilutive and therefore the effect is ignored in calculating diluted loss per share.

Fully diluted earnings per ordinary share for 4Q-13 and YTD-13 were computed based on the weighted average number of shares during the period adjusted for the effect of all potential dilutive ordinary shares of 11,565,948,806.

7. Net asset value (for the issuer and Group) per ordinary share based on issued share capital of the issuer at the end of the (a) current period reported on and (b) immediately preceding financial year

	Group		Company	
	31-Dec-14 Cents	31-Dec-13 Cents	31-Dec-14 Cents	31-Dec-13 Cents
Net Asset Value ("NAV") per share	<u>0.47</u>	<u>0.58</u>	<u>0.46</u>	<u>0.47</u>

The NAV per share as at 31 December 2014 is calculated based on 12,528,241,084 (31 December 2013: 8,981,891,673) ordinary shares.

8. A review of the performance of the Group, to the extent necessary for a reasonable understanding of the Group's business. The review must discuss 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. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the Group during the current financial period reported on

Revenue and (loss) profit after income tax

The Group's revenue quarter-on-quarter decreased by 7% from \$104.5 million to \$96.7 million, with a 7% decrease from \$348.2 million for YTD-13 to \$322.2 million for YTD-14. The decrease in revenue was mainly due to the slowdown in its DMS distribution and AMS businesses.

Gross margins for DMS remained at 7% for Q4-14 and 8% for YTD-14. AMS margins improved due to a change in the revenue mix of the AMS business. Gross margins for DPAS declined in view of promotional and targeted price reductions being made to boost sales in the slow billboard market in Malaysia. Overall the Group's gross profit margin for 4Q-14 remain unchanged at 9% and 10% for YTD-14.

The Group registered losses of \$7.1 million and \$10.9 million for 4Q-14 and YTD-14 respectively, compared to profits of \$0.7 million and \$3.1 million for the respective corresponding periods in 2013. The losses for 4Q-14 and YTD-14 were attributed mainly to the one-off goodwill and intangible asset written off, equipment impairment, investment impairment, and doubtful debts, stock and restructuring cost provisions totaling \$8.8 million and \$12.6 million for 4Q-14 and YTD-14 respectively (as disclosed under Note 4, page 3).

Cash and cash equivalents at financial year ended 31 December 2014 stood at \$31.7 million (31 December 2013: \$18.5 million).

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

Not applicable.

10. A commentary at the date of the announcement of the 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 Group's handsets and accessories businesses have been and will continue to operate in an extremely tough and competitive environment, with low gross margins and high operating costs being key challenges. The Board, in reviewing the performance and prospects of the handsets and accessories business units, is of the view that it is prudent to carry out the necessary provisioning, and investment and goodwill impairment to reflect the fair value of these businesses.

In view of the difficult local operating environment, cost cutting initiatives have been carried out, and the Group will continue with the rationalization of the scale of its DMS businesses, in order to return them to sustainable profitability.

The Group has built a presence in the Myanmar market, in particular through its Ooredoo prepaid cards business in Mandalay, and will continue to strengthen and expand its presence in this promising market.

The DPAS business is expected to commence operations in East Malaysia in 2Q-15 with the incorporation of United Pixio Sdn. Bhd. in January 2015. At the same time it is exploring expanding its footprint into other markets.

The key focus for the Group in 2015 will be to grow its existing promising businesses in the local and overseas markets, and if opportunities allow, engage in new businesses to strengthen its overall revenue streams in the long term.

11. A breakdown of sales as follows:-

In S\$'000	FY2014	FY2013	Inc/(Dec)
Sales reported for first half year	151,879	160,828	-6%
Operating profit after tax before deducting non-controlling interests reported for first half year	(447)	1,364	-133%
Sales reported for second half year	170,307	187,375	-9%
Operating profit after tax before deducting non-controlling interests reported for second half year	(10,456)	1,707	-713%

12. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

None

(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 and Final
Dividend Type	Cash
Dividend per share	\$0.00010 per share
Dividend Amount	\$982,000
Tax rate	Tax exempt (One-Tier tax)

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

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

No dividend has been declared or recommended for the period.

14. Segment 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.

For management purposes, the Group is organised into three business segments, After-Market Services ("AMS"), Distribution Management Solutions ("DMS") and Digital Inkjet Printing for Out-Of-Home Advertising Solutions ("DPAS").

AMS provides after market services for mobile equipment and consumer electronic products; DMS is a distributor and retailer of mobile telecommunication equipment and mobile related services, including prepaid cards, and DPAS provides digital inkjet printing for point-of-sale and out-of-home advertising solutions.

The segments are the basis which the Group reports information to the Group's chief operating decision maker for the purposes of resource allocation and assessment of the segment information.

(a) Segment revenues and results

FY2014 \$'000	AMS	DMS	DPAS	Unallocated	Total
Segment revenue					
External	22,346	292,630	7,210	-	322,186
Inter-segment	-	-	-	-	-
	<u>22,346</u>	<u>292,630</u>	<u>7,210</u>	<u>-</u>	<u>322,186</u>
Segment result	(2,457)	(9,963)	1,542	-	(10,878)
Rental income	-	414	-	-	414
Net foreign exchange gain					180
Loss on disposal of plant and equipment					(15)
Finance costs					(252)
Loss before income tax					<u>(10,551)</u>
Income tax expense					<u>(352)</u>
Net loss for the year					<u>(10,903)</u>
Segment assets	<u>22,856</u>	<u>58,878</u>	<u>10,311</u>	<u>-</u>	<u>92,045</u>
Segment liabilities	<u>(4,153)</u>	<u>(26,660)</u>	<u>(2,102)</u>	<u>(713)</u>	<u>(33,628)</u>
Other segment information					
Capital expenditure	76	815	900	-	1,791
Amortisation and depreciation	286	1,970	602	-	2,858

Plant and equipment impairment losses of \$319,000 million (2013 : Nil) and goodwill and intangible assets written off totaled \$4,411,000 (2013 : Nil) attributable to DMS were recognized.

FY2013 \$'000	AMS	DMS	DPAS	Unallocated	Total
Segment revenue					
External	35,961	307,851	4,391	-	348,203
Inter-segment	-	-	-	-	-
	<u>35,961</u>	<u>307,851</u>	<u>4,391</u>	<u>-</u>	<u>348,203</u>
Segment result					
Rental income	(1,766)	3,192	1,264	-	2,690
Net foreign exchange gain	-	763	-	-	763
Loss on disposal of plant and equipment					36
Finance costs					(12)
					<u>(132)</u>
Profit before income tax					<u>3,345</u>
Income tax expense					<u>(274)</u>
Net profit for the year					<u>3,071</u>
Segment assets	<u>10,792</u>	<u>69,350</u>	<u>9,557</u>	<u>-</u>	<u>89,699</u>
Segment liabilities	<u>(6,934)</u>	<u>(26,887)</u>	<u>(2,242)</u>	<u>(1,088)</u>	<u>(37,151)</u>
Other segment information					
Capital expenditure	173	1,460	712	-	2,345
Amortisation and depreciation	275	1,173	249	-	1,697

(b) Geographical information

	Revenue from external customers	
	FY2014	FY2013
	\$'000	\$'000
Singapore	303,610	343,664
Malaysia	7,210	4,391
Myanmar	11,366	148
	<u>322,186</u>	<u>348,203</u>

	Non-current assets	
	FY2013	FY2013
	\$'000	\$'000
Singapore	1,793	8,232
Malaysia	4,786	4,526
Myanmar	429	103
Total	<u>7,008</u>	<u>12,861</u>

15. Interested Person Transactions

Name of interested person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920 of the SGX Listing Manual)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 of the SGX Listing Manual (excluding transactions less than \$100,000)
	\$'000	\$'000
Pacific Organisation Pte Ltd - Rental expenses	445	-
Mr Tham Khai Wor - Advisory fee	32	-
- Others	5	-
Total	482	-

16. Use of proceeds

In 4Q-14, the Company did not utilize any proceeds from the conversion of warrants pursuant to the renounceable non-underwritten rights cum warrants issue undertaken by the Company in 2011.

As at 31 December 2014, the balance of proceeds was \$16,412,000.

17. 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) of the Listing Manual.

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, any, during the year
Ong Ghim Chwee	50	Brother of Ong Ghim Choon (Group Executive Director and Chief Executive Officer)	Director (Accessories and Logistics) of Distribution Management Solutions Pte Ltd since January 2006.	No change

BY ORDER OF THE BOARD

Ong Ghim Choon
Chief Executive Officer
26 February 2015