

UNAUDITED FINANCIAL STATEMENTS AND RELATED ANNOUNCEMENT FOR THE THIRD QUARTER AND NINE MONTHS ENDED 30 APRIL 2014

PART I - INFORMATION REQUIRED FOR 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.

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Group					
	3 months ended			9 months ended		
	30/04/14	30/04/13	Change	30/04/14	30/04/13	Change
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Revenue	33,889	24,455	39	107,152	99,904	7
Cost of Sales	(24,326)	(18,275)	33	(80,345)	(78,945)	2
Gross Profit	9,563	6,180	55	26,807	20,959	28
Other Items of Income						
Finance Income	70	66	6	177	154	15
Other Credits	565	500	13	1,428	1,358	5
Other Items of Expense						
Administrative Expenses	(2,766)	(3,044)	(9)	(8,648)	(9,204)	(6)
Finance Costs	(68)	(83)	(18)	(169)	(284)	(40)
Other Charges	-	(1)	(100)	(107)	(10)	n.m.
Profit Before Tax	7,364	3,618	104	19,488	12,973	50
Income Tax Expense	(1,177)	(811)	45	(3,374)	(2,821)	20
Profit Net of Tax	6,187	2,807	120	16,114	10,152	59
Other Comprehensive Income:						
Items that may be reclassified subsequently to profit or loss:						
Exchange Difference on Translating Foreign Operations, Net of Tax	165	327	n.m.	99	644	n.m.
Available-for-Sale Financial Assets, Net of Tax						
- Fair Value Gains	56	-	n.m.	30	-	n.m.
- Reclassification	-	-	-	(11)	-	n.m.
Other Comprehensive Income for the Period, Net of Tax	221	327	n.m.	118	644	n.m.
Total Comprehensive Income	6,408	3,134	104	16,232	10,796	50
Profit Attributable to:						
Owners of the Parent, Net of Tax	6,187	2,807	120	16,113	10,152	59
Non-Controlling Interests, Net of Tax	-*	-*	-	1	(-*)	n.m.
	6,187	2,807	120	16,114	10,152	59
Total Comprehensive Income Attributable to:						
Owners of the Parent	6,408	3,134	104	16,231	10,796	50
Non-Controlling Interests	-*	-*	-	1	(-*)	n.m.
	6,408	3,134	104	16,232	10,796	50

* amount less than \$500
 n.m. - not meaningful

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
 (Cont'd)**

Notes to the Consolidated Statement of Profit or Loss and Other Comprehensive Income

The profit or loss is arrived at after (charging) / crediting the following:

	3 months ended		9 months ended	
	30/04/14	30/04/13	30/04/14	30/04/13
	S\$'000	S\$'000	S\$'000	S\$'000
Allowance for impairment on plant and equipment – reversal	–	–	–	1
Allowance for impairment on trade receivables – reversal	–	11	–	107
Bad debts written off – trade receivables	–	(9)	–	(9)
Depreciation of investment property	(616)	(616)	(1,850)	(1,850)
Depreciation of property, plant and equipment	(467)	(464)	(1,399)	(1,353)
Foreign exchange gain / (losses)	19	141	(107)	133
Gain on disposal of available-for-sale financial assets	50	–	62	–
Gain on disposal of property, plant and equipment	29	8	29	81
Government grants	61	26	126	116
Plant and equipment written off	–	–*	–	–*
Adjustments for over / (under) provision of tax in respect of prior year	155	(32)	155	(365)

* amount less than \$500

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.

STATEMENTS OF FINANCIAL POSITION

	Group		Company	
	30/04/14	31/07/13	30/04/14	31/07/13
	S\$'000	S\$'000	S\$'000	S\$'000
ASSETS				
<u>Non-Current Assets</u>				
Property, Plant and Equipment	22,001	21,818	–	–
Investment Property	6,580	8,430	–	–
Investments in Subsidiaries	–	–	6,440	6,440
Trade and Other Receivables	–	–	2,250	–
Other Financial Assets	1,801	481	1,014	208
Total Non-Current Assets	30,382	30,729	9,704	6,648
<u>Current Assets</u>				
Inventories	4,371	2,764	–	–
Trade and Other Receivables	58,110	62,560	8,544	1,283
Other Assets	507	469	22	22
Cash and Cash Equivalents	55,155	42,386	15,517	19,843
Total Current Assets	118,143	108,179	24,083	21,148
Total Assets	148,525	138,908	33,787	27,796
EQUITY AND LIABILITIES				
<u>Equity</u>				
Share Capital	22,998	22,998	22,998	22,998
Retained Earnings	89,344	76,379	8,634	3,005
Other Reserves	503	385	528	524
Equity, Attributable to Owners of the Parent, Total	112,845	99,762	32,160	26,527
Non-Controlling Interests	3	2	–	–
Total Equity	112,848	99,764	32,160	26,527
<u>Non-Current Liabilities</u>				
Deferred Tax Liabilities	1,346	1,363	–	–
Finance Leases	–	89	–	–
Other Financial Liabilities	–	2,838	–	–
Total Non-Current Liabilities	1,346	4,290	–	–
<u>Current Liabilities</u>				
Income Tax Payable	3,190	3,075	31	21
Trade and Other Payables	28,304	25,947	1,596	1,248
Finance Leases	–	57	–	–
Other Financial Liabilities	1,154	4,876	–	–
Other Liabilities	1,683	899	–	–
Total Current Liabilities	34,331	34,854	1,627	1,269
Total Liabilities	35,677	39,144	1,627	1,269
Total Equity and Liabilities	148,525	138,908	33,787	27,796

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

	As at 30/04/14	As at 31/07/13
	S\$'000	S\$'000
<u>Secured</u>		
Amount repayable in one year or less, or on demand	1,154	4,933
Amount repayable after one year	–	2,927
	1,154	7,860

Details of any collateral:

The Group's borrowings are secured by the legal mortgage on Group's leasehold properties and certain items of plant and machinery; and covered by corporate guarantee by 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

	Group			
	3 months ended		9 months ended	
	30/04/14	30/04/13	30/04/14	30/04/13
	S\$'000	S\$'000	S\$'000	S\$'000
<u>Cash Flows From Operating Activities</u>				
Profit Before Tax	7,364	3,618	19,488	12,973
Adjustments for:				
Interest Expenses	68	83	169	284
Interest Income	(70)	(66)	(177)	(154)
Depreciation of Property, Plant and Equipment	467	464	1,399	1,353
Depreciation of Investment Property	616	616	1,850	1,850
Gain on Disposal of Property, Plant and Equipment	(29)	(8)	(29)	(81)
Gain on Disposal of Available-for-Sale Financial Assets	(50)	–	(62)	–
Plant and Equipment Written off	–	–*	–	–*
Allowance for Impairment on Plant and Equipment – Reversal	–	–	–	(1)
Share-Based Payments	–	61	–	244
Operating Cash Flows before Changes in Working Capital	8,366	4,768	22,638	16,468
Cash Restricted in Use Over Three Months	225	–	477	81
Trade and Other Receivables	5,010	1,725	4,685	9,701
Inventories	(241)	(164)	(1,605)	(263)
Trade and Other Payables	(21)	1,150	2,957	(3,697)
Net Cash Flows from Operations	13,339	7,479	29,152	22,290
Income Taxes Paid	(1,267)	(1,037)	(3,341)	(3,430)
Income Taxes Refund	46	43	101	157
Net Cash Flows From Operating Activities	12,118	6,485	25,912	19,017
<u>Cash Flows from Investing Activities</u>				
Purchase of Property, Plant and Equipment	(79)	(374)	(1,588)	(976)
Purchase of Other Financial Assets	(395)	–	(2,197)	–
Proceeds from Disposal of Property, Plant and Equipment	29	21	29	732
Proceeds from Disposal of Other Financial Assets	846	–	957	–
Interest Received	70	66	177	154
Net Cash Flows From / (Used in) Investing Activities	471	(287)	(2,622)	(90)
<u>Cash Flows From Financing Activities</u>				
Repayment of Borrowings	(3,021)	(113)	(3,247)	(338)
Increase / (Decrease) in Bill Payables	869	(886)	(3,257)	(1,310)
Finance Lease Repayments	–	(44)	(143)	(498)
Interest Paid	(68)	(83)	(169)	(284)
Dividend Paid to Equity Owners	–	–	(3,148)	(2,800)
Net Cash Flows Used in Financing Activities	(2,220)	(1,126)	(9,964)	(5,230)
Net Increase in Cash and Cash Equivalents	10,369	5,072	13,326	13,697
Cash and Cash Equivalents, Statement of Cash Flows, Beginning Balance	44,491	39,516	41,599	30,908
Effect of Exchange Rate Changes on Cash and Cash Equivalents	(14)	38	(79)	21
Cash and Cash Equivalents, Statement of Cash Flows, Ending Balance	54,846	44,626	54,846	44,626
<u>Cash and Cash Equivalents in the Statement of Cash Flows:</u>				
Cash and cash equivalents per statement of financial position	55,155	45,625	55,155	45,625
Cash restricted in use over three months	(309)	(999)	(309)	(999)
Cash and cash equivalents for statement of cash flows purpose at end of period	54,846	44,626	54,846	44,626

Non-cash transactions:

During the period, there were acquisitions of property, plant and equipment with a total cost of \$266,000 (2013: \$20,000) acquired by means of vendor payables.

* amount less than \$500

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.

STATEMENTS OF CHANGES IN EQUITY

Group	Total	Attributable	Share	Retained	Other	Non-
	Equity	to Parent	Capital	Earnings	Reserves	Controlling
	S\$'000	Sub-total	S\$'000	S\$'000	S\$'000	Interests
		S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Current Year:						
Opening Balance at 1 August 2013	99,764	99,762	22,998	76,379	385	2
Movements in Equity:						
Total Comprehensive Income for the Period	9,824	9,823	–	9,926	(103)	1
Dividends Paid	(3,148)	(3,148)	–	(3,148)	–	–
Closing Balance at 31 January 2014	106,440	106,437	22,998	83,157	282	3
Total Comprehensive Income for the Period	6,408	6,408	–	6,187	221	–*
Closing Balance at 30 April 2014	112,848	112,845	22,998	89,344	503	3
Previous Year:						
Opening Balance at 1 August 2012	87,544	87,542	23,054	64,307	181	2
Movements in Equity:						
Total Comprehensive Income for the Period	7,662	7,662	–	7,345	317	(–*)
Acquisition on Non-controlling Interest	–	–*	–	–*	–	–*
Share-based Payments	183	183	–	–	183	–
Dividends Paid	(2,800)	(2,800)	–	(2,800)	–	–
Closing Balance at 31 January 2013	92,589	92,587	23,054	68,852	681	2
Total Comprehensive Income for the Period	3,134	3,134	–	2,807	327	–*
Share-based Payments	61	61	–	–	61	–
Closing Balance at 30 April 2013	95,784	95,782	23,054	71,659	1,069	2
Company						
	Total	Share	Retained	Other		
	Equity	Capital	Earnings	Reserves		
	S\$'000	S\$'000	S\$'000	S\$'000		
Current Year:						
Opening Balance at 1 August 2013	26,527	22,998	3,005	524		
Movements in Equity:						
Total Comprehensive Income for the Period	5,482	–	5,523	(41)		
Dividends Paid	(3,148)	–	(3,148)	–		
Closing Balance at 31 January 2014	28,861	22,998	5,380	483		
Total Comprehensive Income for the Period	3,299	–	3,254	45		
Closing Balance at 30 April 2014	32,160	22,998	8,634	528		
Previous Year:						
Opening Balance at 1 August 2012	25,192	23,054	1,765	373		
Movements in Equity:						
Total Comprehensive Income for the Period	3,972	–	3,972	–		
Share-based Payments	100	–	–	100		
Dividends Paid	(2,800)	–	(2,800)	–		
Closing Balance at 31 January 2013	26,464	23,054	2,937	473		
Total Comprehensive Loss for the Period	(44)	–	(44)	–		
Share-based Payments	34	–	–	34		
Closing Balance at 30 April 2013	26,454	23,054	2,893	507		

* amount less than \$500

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.

There is no new share issued since 31 July 2013.

During the financial period, the Company did not purchase any shares under the share buyback mandate. As at 30 April 2014, the Company held 200,000 treasury shares (30 April 2013: Nil).

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 30 April 2014, the total number of issued shares (excluding treasury shares) was 349,800,000 (31 July 2013: 349,800,000).

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.

There were no sales, transfers, disposal, cancellation and / or use of treasury shares during the financial period.

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

The figures have neither been audited nor reviewed in accordance with Singapore Auditing Standards.

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's accounting policies and methods of computation for the current reporting period are consistent with the audited financial statements for the year ended 31 July 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.

There were no changes in the accounting policies and methods of computation as compared to those adopted in the most recently audited financial statements.

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

	Group			
	3 months ended		9 months ended	
	30/04/14	30/04/13	30/04/14	30/04/13
	cents	cents	cents	cents
Basic earnings per share	1.77	0.80	4.61	2.90

Basic earnings per share for the period ended 30 April 2014 and 2013 is calculated by dividing the Group's net profit attributable to owners of the parent over the weighted average number of ordinary shares in issue of 349,800,000 and 350,000,000 ordinary shares respectively.

Diluted earnings per share is not presented as there were no potential dilutive ordinary shares existing during the respective financial periods.

- 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	
	30/04/14	31/07/13	30/04/14	31/07/13
	cents	cents	cents	cents
Net asset value per share	32.26	28.52	9.19	7.58

Net asset value per share is calculated based on the shareholders' equity of the Group / Company as at the end of the financial periods and the issued share capital (excluding treasury shares) of 349,800,000 ordinary shares as at 30 April 2014 and 31 July 2013.

- 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.

Review of Group performance

For the three months ended 30 April 2014 ("Q3FY2014"), the Group recorded a revenue of \$33.9 million, an increase of 39% from the previous corresponding period ("Q3FY2013"). The increase was mainly contributed by a number of major projects in the Group's structural steel business, including the Tanjong Pagar Centre; Lanxess Compass Project; National Art Gallery and Tuas West MRT Extension Depot.

The Group's gross profit margin increased from 25.3% in Q3FY2013 to 28.2% in Q3FY2014. This was mainly due to better gross margins derived from projects secured and executed during the reporting period as well as the increased margin from the Group's dormitory business.

Review of Group performance (cont'd)

For the nine months ended 30 April 2014 (“3QFY2014”), the Group reported a revenue of \$107.2 million, an increase of 7% as compared to \$99.9 million for the previous corresponding period (“3QFY2013”). The increase was mainly from improved contributions from both structural steel business and dormitory business.

The Group’s profitability improved with gross profit margin rising from 21.0% in 3QFY2013 to 25.0% in 3QFY2014. This healthy improvement was mainly due to an increase in the Group’s dormitory business as well as an increase in margins derived from the projects secured and executed during the reporting period.

Other credits remained stable at \$1.4 million in both 3QFY2013 and 3QFY2014.

Finance costs decreased by 40%, to \$0.2 million in 3QFY2014. This was mainly due to the settlement of bank borrowings and lower utilisation of banking facilities during the period.

Administrative expenses remained relatively stable at \$8.6 million and \$9.2 million in 3QFY2014 and 3QFY2013 respectively, a marginal decrease of 6%.

Profit before tax of the Group was \$19.5 million in 3QFY2014 as compared to \$13.0 million in 3QFY2013. The increase was mainly contributed by the improved profit margin as explained above.

Review of changes in working capital, assets and liabilities

The movement in the Group’s assets and liabilities are as follows:

- (i) Total assets increased from \$138.9 million as at 31 July 2013 to \$148.5 million as at 30 April 2014. This was mainly due to increase in other financial assets, inventories, cash and cash equivalents; and offset partially by a decrease in trade and other receivables and investment property as a results of depreciation.
- (ii) Total liabilities decreased from \$39.1 million as at 31 July 2013 to \$35.7 million as at 30 April 2014. This was mainly due to the repayment of bank borrowings and offset partially by an increase in trade and other payables.

Review of changes in cash flow

The net increase in cash and cash equivalents for 3QFY2014 was \$13.3 million as compared to a net increase of \$13.7 million for 3QFY2013. Cash and cash equivalents for the statement of cash flows of the Group stood at \$54.8 million as at 30 April 2014, representing an increase of \$10.2 million as compared to \$44.6 million as at 30 April 2013. This was mainly contributed by the increase in the net cash flows generated from operating activities; and offset by the net cash flows used in investing activities and financing activities.

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

The Group had previously stated in its FY2014 first half yearly results announcement that “Barring any unforeseen circumstances, the Group will be profitable in FY2014”.

As to date of this announcement, there is no variance from the above disclosure.

10 *A commentary at the date of 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.*

As at 12 June 2014, T T J's projects order book stood at \$115 million which it expects to substantially complete between FY2014 and FY2016. As at to date, the Group continues to experience a healthy level of enquiries for a mix of public and private sector projects. Going forward, the Group will continue to monitor its costs closely and enhance its productivity to remain competitive. Barring any unforeseen circumstances, the Group will be profitable in FY2014.

11 *Dividend*

(a) *Current financial period reported on 30 April 2014*

(i) Any dividend declared for the current financial period reported on? No

(ii) Any dividend recommended for the current financial period reported on? No

Name of Dividend : NA
Dividend Type : NA
Dividend Amount per Share : NA
Tax Rate : NA

(b) *Corresponding period of the immediately preceding financial year*

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

Name of Dividend : NA
Dividend Type : NA
Dividend Amount per Share : NA
Tax Rate : NA

(c) *Date payable*

Not applicable.

(d) *Books closure date*

Not applicable.

12 *If no dividend has been declared (recommended), a statement to that effect*

No dividend has been recommended for the period ended 30 April 2014.

13 Interested Person Transactions

The Company has not obtained any general mandate pursuant to Rule 920 of the Listing Manual. The following is the aggregate value of transactions with interested persons for the financial period under review:

Name of Interested Persons and Transactions	Aggregate value of all interested persons transactions (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920 of the Listing Manual)	
	3 months ended	9 months ended
	30/04/14 \$'000	30/04/14 \$'000
<u>Hup Hin Transport Co Pte Ltd</u> ⁽¹⁾		
- Transport and crane services	529 ⁽²⁾	2,746 ⁽²⁾

Note:

⁽¹⁾ Chwee Cheng & Sons Pte Ltd is the controlling shareholder of Tat Hong Holdings Ltd and became a controlling shareholder of the Company with effect from 2 April 2012 under the definition of the SGX-ST Listing Rules. Hup Hin Transport Co Pte Ltd is a subsidiary of the Tat Hong Holdings Ltd.

⁽²⁾ The aggregate value for the financial period under reviewed is less than 5% of the last audited net tangible assets of the Group as at 31 July 2013, being \$99,764,000.

14 Confirmation by Directors pursuant to Rule 705(5) of the Listing Manual of SGX-ST

The Board of Directors hereby confirms that, to the best of its knowledge, nothing has come to its attention which may render the financial results of the Group and the Company for the financial period ended 30 April 2014 to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

Teo Hock Chwee
Chairman and Managing Director

Chiong Su Been
Executive Director and Chief Financial Officer

12 June 2014
Singapore