



UNAUDITED FINANCIAL STATEMENTS FOR THE FULL YEAR ENDED 31 DECEMBER 2012

PART I – INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2, Q3 & Q4), HALF-YEAR AND FULL YEAR ANNOUNCEMENTS

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

<u>The Group</u>	Three months ended 31 Dec 2012 US\$'000	Three months ended 31 Dec 2011 US\$'000	Increase (Decrease) %	Twelve months ended 31 Dec 2012 US\$'000	Six months ended 31 Dec 2011 US\$'000	Increase (Decrease) %
Revenue	149,509	-	NM	159,258	1	15925700%
Cost of goods sold	(147,946)	-	NM	(157,560)	(0)	40903327%
Gross profit	1,563	-	NM	1,698	1	169700%
Other operating income	13	254	-95%	14	12,725	-100%
Administrative expenses	(565)	(212)	167%	(1,333)	(344)	288%
Other Expense	(7)	-	NM	(51)	-	NM
Finance Cost	(1)	-	NM	(2)	-	NM
Income before taxation	1,003	42	2288%	326	12,382	-97%
Taxation	(125)	-	NM	(125)	-	NM
Profit for the year	878	42	1990%	201	12,382	-98%
Other Comprehensive Income						
Exchange difference on translation	-	43	NM	-	43	NM
Total comprehensive income for the year	878	85	933%	201	12,425	-98%

NON-FINANCIAL
INFORMATION

The Group's profit before taxation is arrived at after (charging) / crediting:

	Three Months Ended 31st Dec 2012	Three Months Ended 31st Dec 2011	Twelve Months Ended 31 Dec 2012	SixMonths Ended 31 Dec 2011
	US\$'000	US\$'000	US\$'000	US\$'000
Other income				
Cancellation of derivative financial instrument	-	93	-	12,645
Waiver of debts from directors	-	160	-	80
Administrative Expenses				
Depreciation of Property Plant and Equipment	(21)	-	(53)	-
Director's Remuneration and Director's Fee	(37)	(108)	(140)	(216)
Legal and Professional Fees	(49)	(43)	(204)	(44)
Staff Salary and Staff Related Expenses	(204)	-	(391)	-
Travelling and Meeting Related Expenses	(50)	-	(145)	-
Rental - Office	(166)	-	(251)	-
Other Expenses				
Foreign currencies exchange Loss	(6)	-	(47)	-

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

	<u>The Group</u>		<u>The Company</u>	
	31 December 2012	31 December 2011	31 December 2012	31 December 2011
	US\$'000	US\$'000	US\$'000	US\$'000
<u>ASSETS</u>				
Current assets:				
Cash and cash equivalents	7,268	17	423	15
Deposit and prepayments	246	-	17	-
Advance to Subsidiaries	-	-	1,362	-
Total current assets	7,514	17	1,802	15
Non-current assets:				
Intangible Asset	10	-	10	-
Plant and equipment	276	1	-	-
Investment in subsidiaries	-	-	160	-
Total non-current assets	286	1	170	-
Total assets	7,800	18	1,972	15
<u>LIABILITIES AND SHAREHOLDERS'</u>				
Current liabilities:				
Other payables	301	200	212	178
Income Tax Payables	125	-	-	-
Advance from holding Company	7,362	38	2,545	38
Total current liabilities	7,788	238	2,757	216
Non current liabilities:				
Provision	31	-	-	-
Total non current liabilities	31	-	-	-
Total liabilities	7,819	238	2,757	216
Capital and reserves:				
Share capital	454	454	454	454
Share premium	18,116	18,116	18,116	18,116
Foreign Exchange Translation Reserve	43	43	49	49
Accumulated losses	(18,632)	(18,833)	(19,404)	(18,820)
Total equity	(19)	(220)	(785)	(201)
Total liabilities and equity	7,800	18	1,972	15

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

	<u>Unsecured</u> 30 December 2012	31 December 2011	<u>Secured</u> 30 December 2012	31 December 2011
	US\$'000	US\$'000	US\$'000	US\$'000
Amount payable in one year or less or on demand	7,362	38	-	-
Amount payable after one year	-	-	-	-

During the fourth quarter of FY2012, the Company's controlling shareholder, Singapore Petrochemical & Energy Development Pte. Ltd. (formerly known as Singapore Petrol Development Co Pte Ltd), requested a repayment of US\$6 million from outstanding loan amounts due to it. After careful assessment, the management believes that the repayment did not materially affect the Company's and its subsidiaries' financial position and ability to continue as a going concern to meet its current liabilities as and when they fall due. The Company believes that such withdrawal did not affect the Group's ability to meet any liability and accepted the loan repayment request.

In view of the repayment of US\$6 million, as at 31 December 2012, the loan balance from Singapore Petrochemical & Energy Development Pte. Ltd. was approximately US\$7.362 million.

Details of any collateral

NIL.

Contingent liabilities

As at 31 December 2012, the Group has no contingent liabilities.

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

	Three months ended 31-December- 2012 US\$'000	Three months ended 31-December- 2011 US\$'000	Twelve months ended 31-December- 2012 US\$'000	Six months ended 31-December- 2011 US\$'000
OPERATING ACTIVITIES				
Profit/ (Loss) before taxation	1,003	42	326	12,382
Adjustments for:				
Depreciation and amortisation	21	-	53	-
Waiver of debts from Directors	-	(80)	-	(80)
Unrealised Exchange Difference	6	-	39	-
Interest income	(13)	-	(14)	-
Exchange loss realized	-	-	-	64
Change in derivative financial instruments fair value	-	(93)	-	(12,645)
Operating cash inflow / (outflows) before movements in working capital	1,017	(131)	404	(279)
Trade Receivables	9,749	1	-	-
Other receivables, deposits and prepayments	9	-	(246)	-
Other payables and accrued charges	86	15	101	(96)
Interest income	13	-	14	-
NET CASH GENERATED FROM/(USED IN) OPERATING ACTIVITIES	10,874	(115)	273	(375)
INVESTING ACTIVITIES				
Purchase of Intangible Assets	-	-	(14)	-
Purchase of Plant and Equipment	(35)	-	(324)	-
Provision for reinstatement cost	31	-	31	-
NET CASH USED IN INVESTING ACTIVITIES	(4)	-	(307)	-
FINANCING ACTIVITIES				
Advance from Director	-	-	-	327
Amount (repayment from)/due to ultimate holding	(5,993)	38	7,229	38
NET CASH (USED IN) / GENERATED FROM FINANCING ACTIVITIES	(5,993)	38	7,229	365
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	4,877	(77)	7,195	(10)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	2,395	94	17	27
EFFECT OF FOREIGN EXCHANGE RATE CHANGES	(4)	-	56	-
CASH AND CASH EQUIVALENTS AT THE END OF PERIOD	7,268	17	7,268	17

1d(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>Group</u>	Share capital	Share premium	Foreign Currency Translation Reserves	Accumulated Reserves	Total
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
At 1 January 2012	454	18,116	43	(18,833)	(220)
Total comprehensive income for the year	-	-	-	201	201
At 31 December 2012	454	18,116	43	(18,632)	(19)
At 1 July 2011	346	12,696	-	(31,215)	(18,173)
Total comprehensive income for the period	-	-	-	12,382	12,382
Issue of Shares	108	5,420	-	-	5,528
Translation reserves for the period	-	-	43	-	43
At 31 Dec 2011	454	18,116	43	(18,833)	(220)
<u>Company</u>	Share capital	Share premium	Foreign Currency Translation Reserves	Accumulated Reserves	Total
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
At 1 January 2012	454	18,116	49	(18,820)	(201)
Total comprehensive loss for the year	-	-	-	(584)	(584)
At 31 December 2012	454	18,116	49	(19,404)	(785)
At 1 July 2011	346	12,696	-	(34,607)	(21,565)
Total comprehensive income for the period	-	-	-	15,787	15,787
Issue of Shares	108	5,420	-	-	5,528
Translation reserve for the period	-	-	49	-	49
At 31 December 2011	454	18,116	49	(18,820)	(201)

- 1d(ii) Details of any changes in the Company's share capital arising from right 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 were no changes in the Company's share capital since the end of financial period ended 31 December 2011 ("FY2011").

- 1d(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.**

The total number of issued shares as at 31 December 2012 and as at 31 December 2011 respectively was 3,527,654,875 shares. There were no shares held as treasury shares and the Company does not have any shares that may be issued on conversion of any outstanding convertibles as at 31 December 2012 and 31 December 2011.

- 1d(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 as the Company does not have any treasury shares.

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

These figures for FY2012 have neither been reviewed nor audited 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 accounting policies and methods of computation applied by the Group are consistent with those used in its most recent audited financial statements as well as all the applicable new/revised International Financial Reporting Standards (IFRS) and IFRS interpretations which became effective for the financial years beginning on or after 1 January 2012, with exceptions to item No 5 below.

- 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 adoption of the new/revised IFRS and IFRS interpretations did not result in any substantial changes to the Group's accounting policies or any material impact on the Group's results except as disclosed below:

Prior to 1 July 2012, the management had considered the Renminbi ("RMB") as the currency of the primary economic environment in which the entity operates and the presentation was Hong Kong dollars ("HK\$"). On 1 July 2012, Management had reassessed and decided in accordance with IAS 21 ("The Effect of Changes in Foreign Exchange Rates") to change the functional currency of the Company from RMB to United States dollars ("US\$") as this is the currency of the primary economic environment in which the entity operates. Following the change in functional currency, the Group has elected to change its presentation currency to US\$. The Company applied the translation procedures applicable to the new functional currency prospectively with effect from 1 July 2012, the date of change.

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			
	Three Months Ended		Twelve Months Ended	Six Months Ended
	31 December 2012	31 December 2011	31 December 2012	31 December 2011
	US\$ cents	US\$ cents	US\$ cents	US\$ cents
Net Profit/(Loss) attributable to shareholders	877,962	42,000	200,680	12,382,260
Earnings per ordinary share				
(a) Based on the weighted average number of ordinary shares in issue; and Weighted average number of ordinary shares in issue	0.025 3,527,654,875	0.0012 3,527,654,875	0.0057 3,527,654,875	0.35 3,527,654,875
(b) On a fully diluted basis Weighted average number of ordinary shares in issue	0.025 3,527,654,875	0.0012 3,527,654,875	0.0057 3,527,654,875	0.35 3,527,654,875

7. Net assets 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.**

	<u>The Group</u>		<u>The Company</u>	
	31 Dec 2012	31 Dec 2011	31 Dec 2012	31 Dec 2011
	US\$ cents	US\$ cents	US\$ cents	US\$ cents
Net asset / (liabilities) value per ordinary share	(0.0005)	(0.006)	(0.022)	(0.006)

The calculation of net asset value per ordinary share is based on the Group's net liability as at 31 December 2012 of approximately US\$19,065 (31 December 2011: US\$219,860) and the Company's net liabilities value as at 31 December 2012 of approximately US\$785,028 (31 December 2011: US\$200,309) and share capital of 3,527,654,875 shares (31 December 2011: share capital of 3,527,654,875 shares).

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-

- (a) **any significant factors that affected the turnover, costs, and earnings of the Group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**
(b) **any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

The financial year-end of the Group and of the Company was changed from 30 June to 31 December in FY2011. Accordingly, the comparative figures for the income statements, change in equity and cash flow statements are for the 6 months from 1 July 2011 to 31 December 2011. The current financial statements were for the twelve months period from 1 January 2012 to 31 December 2012.

Revenue

During the fourth quarter of FY2012, the Group completed three fuel oil back to back trading transactions. The upstream and downstream counterparties of those three transactions were Sinopac Hong Kong Fuel Oil Company Limited and Mercuria Energy Trading Pte Ltd respectively. Total revenue recognised from those three transactions were approximately US\$150 million.

During the whole FY 2012, there were two types of products, which were Fuel Oil (94%) and Petrochemical (6%). Contribution from these two business segments resulted in the Group achieving a consolidated revenue of US\$159 million.

During the fourth quarter of FY2012, the Company spent efforts and time to assess the feasibility of continuing the beauty business. After careful assessment, the Company believes that due to the competitive operating environment and high barriers of entry in the beauty market, it is not an opportune time for the Group to continue to carry on the beauty business. In addition, management believes that the Group does not have any significant competitive advantage or capability to continue its beauty business and lacks of resources to support the development of beauty business. The Board will keep the shareholders informed of the progress of beauty business and will make such further announcements as and when appropriate.

Gross Margin

During the fourth quarter of FY2012 and the whole FY2012, the Group achieved gross profit of US\$1.563 million and US\$1.698 million respectively, or 1% gross profit margin. Year on year comparative is not meaningful due to the distinctively different industries and business segments.

Other Operating Income

Other income derived in FY2012 pertains mainly to bank interest income. Other income derived in FY2011 was due to changes in fair value of derivatives and reduction of share options.

Administrative expenses

Administrative expenses in the last quarter of FY2012 and the whole of FY2012 were mainly due to legal and professional fees, staff related expenses, rental office expenses and meeting related expenses.

Profit Before Tax

The Group performed reasonably well in managing cost while establishing the new petrochemical and fuel oil trading businesses. As a result of prudent management, during the fourth quarter of FY2012 and the whole of FY2012, the Group achieved a profit before tax of US\$1.003 million and US\$0.326 million respectively.

Taxation

Income tax expenses increased to US\$0.125 million in tandem with the profit before tax reported for FY2012.

Review of the Group's Cash Flow for FY2012 as compared to FY2011

During the fourth quarter of FY2012 and FY2012, the Group generated net positive cash flow in operating activities of US\$10.8 million and US\$0.273 million respectively, compared to negative US\$0.115 million and negative US\$0.375 million respectively for the prior comparative period. Cash flow in operating activities improved significantly partly due to the successful trade receivables collection of US\$9.749 million from our customer and partly due to the support from our customer by accepting the full payment before delivery of goods as the Group had no bank facility as at the end of FY2012.

Due to the repayment of US\$6 million to our controlling shareholder, there was negative US\$6 million in financing activities in the fourth quarter FY2012. For the whole FY2012, the Group had a positive cash flow of US\$7.229 million achieved for the financing activities due to the loan granted from the Group's controlling shareholder.

In tandem with the above FY2012, there was a net increase in cash and cash equivalent of US\$7.195 million and the Group believes that sufficient cash resources existed for it to continue as a going concern.

Review of the Group's Financial Position as at 31 December 2012 and 31 December 2011

Despite the challenges faced by the Company, Management has managed to steer the Group out of the financial abyssal it was facing. Through instituting a more stringent control over day to day expenditure and with sound business acumen, the management has successfully turned from its loss making position to being profitable in FY2012. In addition, the Group's controlling shareholder has continued to provide essential financial support to the Group since the taking over of the Company from its past management. In addition, our customer has supported us by accepting full payment before delivery of goods in light of the Group's lack of a bank facility at the initial stage of its business. These aforementioned factors have resulted in the significant improvement in the Group's financials in terms of profitability and liquidity. The Group has achieved a much healthier financial position.

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

No forecast or prospect statement has been previously disclosed to shareholders.

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 Group is confident that it is able to meet the requirements as set out in the Singapore Exchange Securities Trading Limited's ("SGX-ST") Listing Manual, for its removal from the Watch-List. On this basis, the Group will be applying to the SGX-ST to exit the Watch-List upon the completion of the FY2012 financial audit. The Board will keep the shareholders informed of the progress of the removal from the Watch-list and will make such further announcements as and when appropriate.

Going forward, for financial year ending 31 December 2013 ("FY2013"), the Group plans to expand its existing trading business segments and develop new energy related business areas. Besides maintaining our existing valued customers, the Group will seek to secure top industry players as our new customers and suppliers with a view to securing a stable supply and demand for the products that the Company trades in. The management will continue to tap on its established business contacts to bring the Company up to a new stage

The Company will also focus on establishing stable relationships with renowned financial institutions to seek bank facility support and enhance the liquidity of the Company in order to achieve business development in FY2013. Besides that, our controlling shareholder has committed for the continuous financial support to the Group in FY2013.

11. Dividend

(a) Current Financial Period Reported On

None.

Corresponding Period of the Immediately Preceding Financial Year

None.

Date payable

Not applicable.

(d) Books closure date

Not applicable.

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

No dividend has been declared or recommended for FY2012.

13. If the Group has obtained a general mandate from the Shareholder for IPTs, the aggregate value of such transactions as required under Rule 902 (1)(a) (ii). If no IPT mandate has been obtained, please make a statement to that effect

There are no interested person transactions conducted in FY2012 except for the interest-free advances made by Singapore Petrochemical & Energy Development Pte. Ltd to the Group.

The Company does not have a general mandate from shareholders for the interested person transactions.

14. Update on Internal Control and Risk Management

The Company has in place a management structure with clear reporting lines and delegation of authority to carry out its operations. The management, through their day-to-day involvement in the Company's operations, monitors the performance, operation effectiveness and efficiency and risk management practices.

The Company has an in-house internal auditor that reports directly to the Audit Committee. In FY2012, the internal auditor assisted the management in enhancing the internal control system by documenting and updating policies and procedures for its key processes. Going forward, the internal auditor will review the key processes and assist the management to make continuous improvement to the system of internal controls and to establish a formal risk management framework.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

15. **Segmented revenue and results for business or geographical segments (of the Group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.**

Management has determined the operating segment based on the report reviewed by the Executive Committee (Exco) is used to make strategic decisions. The Exco comprises the executive directors in the Board.

The Exco considers the business only from a business segment perspective, as type of product; management manages and monitors the business only from the Singapore. Most of the non-current assets are located in the Singapore

a) Business Segments

Operating Segments

The Group's business are organised and managed separately according to the nature of the services provided. The following table presents revenue and profit information regarding business segments for the financial year

By Product Category	Petro chemical		Fuel Oil		Others		Consolidated	
	2012 US\$'000	2011 US\$'000	2012 US\$'000	2011 US\$'000	2012 US\$'000	2011 US\$'000	2012 US\$'000	2011 US\$'000
Total Revenue								
External Revenue	9,749	-	149,509	-	-	1	159,259	1
Results								
Segment Results	135	-	1,563	-	-	-	1,698	1
Other income	-	-	-	-	-	12,725	-	12,725
Depreciation & Amortisation	-	-	-	-	(53)	-	(53)	-
Interest Income	-	-	-	-	14	-	14	-
Finance Charges	(1)	-	(1)	-	-	-	(2)	-
Profit/(loss) before Tax	134	-	1,562	-	(39)	12,382	326	12,382
Taxation	(22)	-	(266)	-	163	-	(125)	-
Profit/(Loss) for the financial	112	-	1,296	-	(1,207)	12,382	201	12,382

Geographical segments

The following table presents revenue information on operations by geographical areas for the financial years

By Territory	Hong Kong		Singapore		Others		Consolidated	
	2012 US\$'000	2011 US\$'000	2012 US\$'000	2011 US\$'000	2012 US\$'000	2011 US\$'000	2012 US\$'000	2011 US\$'000
Total Revenue								
External Revenue	9,749	-	149,509	-	-	1	159,258	1
Results								
Segment Results	135	-	1,563	-	-	-	1,698	1
Other income	-	-	-	-	-	12,725	-	12,725
Depreciation & Amortisation	-	-	-	-	(53)	-	(53)	-
Interest Income	-	-	-	-	14	-	14	-
Finance Charges	(1)	-	(1)	-	-	-	(2)	-
Profit/(loss) before Tax	134	-	1,562	-	(1,370)	12,382	326	12,382
Taxation	(22)	-	(266)	-	163	-	(125)	-
Profit/(Loss) for the financial year (YTD)	112	-	1,296	-	(1,207)	12,382	201	12,382

We do not hold any inventories pertaining to the trade as at 31 Dec 2012. Hence as a trading Company, we relied on capital injection and operating cash flow to finance all our trades. In connection to the above, we do not report any segmenting assets or liabilities.

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

Please refer to paragraph 8

17. A breakdown of sales.

A breakdown of sales

	Group			Increase %
	FY2012 US'000	Six Month ended US'000	FY2011	
Sales reported for the first half year	-	-	-	NM
Operating (loss)/profit after tax	(414)	-	-	NM
Sales reported for the second half year	159,258	1	1	NM
Operating (loss)/profit after tax	615	12,382	12,382	NM

**NM - Not meaningful as business differs year on year

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

Total Annual Dividend

	Latest Full Year (2012)	Previous Full year 2011
Ordinary	-	-
Preference	-	-

19. **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(11) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.**

Pursuant to Rule 704(13) of the Listing Manual of the SGX-ST, we confirm that there is no person occupying a managerial position in the Group or Company or any of its principal subsidiaries who is a relative of the director or chief executive officer or substantial shareholder.

BY ORDER OF THE BOARD

Ye Jianming
Executive Chairman
Date: 4 February 2013