



UNAUDITED FINANCIAL STATEMENTS FOR THE FULL YEAR ENDED 31 DECEMBER 2013

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 December 2013	Three Months ended 31 December 2012	Increase /(Decrease)	Twelve Months ended 31 December 2013	Twelve Months ended 31 December 2012	Increase /(Decrease)
	US \$'000	US \$'000	%	US \$'000	US \$'000	%
Revenue	387,074	149,509	159%	977,222	159,258	514%
Cost of Sales	(384,684)	(147,946)	160%	(973,090)	(157,560)	518%
Gross Profit	2,390	1,563	53%	4,132	1,698	143%
Other Operating Income	161	13	1138%	194	14	1285%
Administrative Expenses	(1001)	(572)	75%	(2,676)	(1,333)	101%
Other Operating Expenses	(262)	-	N.M	(262)	(51)	414%
Interest Expenses	(166)	(1)	16500%	(466)	(2)	23200%
Profit Before Income Tax	1,122	1,003	12%	922	326	183%
Income Tax Expense	(160)	(125)	28%	(251)	(125)	101%
Profit for the Period	962	878	10%	671	201	234%
Other Comprehensive Income						
Exchange Difference on Translating Foreign Operations	-	-		(43)	-	
Total Comprehensive Income for the Period	962	878	10%	628	201	212%

N.M: Not Meaningful

The Group's Profit before Income tax is arrived at after charging / (crediting):

<u>The Group</u>	Three Months ended 31 December 2013 US \$'000	Three Months ended 31 December 2012 US \$'000	Increase /(Decrease) %	Twelve Months ended 31 December 2013 US \$'000	Twelve Months ended 31 December 2012 US \$'000	Increase /(Decrease)
Other Operating Income						
Gain on Disposal of Subsidiaries	(43)	-	N.M	(45)	-	N.M
Government Credit	-	-	N.M	(28)	-	N.M
Interest Income	(4)	(13)	(69%)	(7)	(14)	(50%)
Foreign Currency Exchange Loss /(Gain)	(114)	6	(2000%)	(114)	39	(392%)
Administrative Expenses						
Depreciation and Amortisation	19	21	(10%)	77	53	45%
Directors' Remuneration and Fees	736	37	1889%	1022	284	260%
Professional and Listing Fees	61	49	24%	178	204	(13)%
Staff Salary and Staff related expenses	501	204	146%	1,243	391	218%
Bank Charges	4	1	300%	4	2	100%
Interest Expenses	166	1	(16500%)	466	2	(23200%)
Traveling and Meeting Expenses	23	50	(54%)	91	145	(37%)

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

	The Group		The Company	
	31 December 2013 US \$'000	31 December 2012 US \$'000	31 December 2013 US \$'000	31 December 2012 US \$'000
<u>ASSETS</u>				
Current Assets:				
Cash and Cash Equivalents	8,308	7,268	34	423
Other Receivables	505	246	19	17
Trade Receivables	22,486	-	-	-
Amount due from Subsidiary	-	-	928	1,362
Total Current Assets	31,299	7,514	981	1,802
Non-current Assets:				
Intangible Asset	6	10	6	10
Plant and Equipment	225	276	-	-
Investments in Subsidiaries	-	-	160	160
Total Non-current Assets	231	286	166	170
Total Assets	31,530	7,800	1,147	1,972
<u>LIABILITIES AND SHAREHOLDERS' EQUITY</u>				
Current Liabilities				
Other Payables	598	301	152	212
Income Tax Payables	251	125	-	-
Advance from Holding Company	16,232	7,362	2,467	2,545
Trade Payables	13,810	-	-	-
Total Current Liabilities	30,891	7,788	2,619	2,757
Non-current Liabilities				
Provision	30	31	-	-
Total Non-current Liabilities	30	31	-	-
Total Liabilities	30,921	7,819	2,619	2,757
Capital and Reserves				
Share Capital	454	454	454	454
Share Premium	18,116	18,116	18,116	18,116
Foreign Currency Translation Reserve	-	43	-	49
Accumulated Losses	(17,961)	(18,632)	(20,042)	(19,404)
Total Equity	609	(19)	(1,472)	(785)
Total Equity	609	(19)	(1,472)	(785)
Total Liabilities and Equity	31,530	7,800	1,147	1,972

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

	<u>Unsecured</u>		<u>Secured</u>	
	31 December 2013	31 December 2012	31 December 2013	31 December 2012
	US\$'000	US\$'000	US\$'000	US\$'000
Amount payable in one year or on demand	16,232	7,362	-	-
Amount payable after one year	-	-	-	-

The Company's controlling shareholder, Singapore Petrochemical & Energy Development Pte. Ltd., continued to provide financial support by injecting a new interest-free loan of approximately US\$9 million to the Group during the 4th Quarter of financial year 2013 ("4QFY2013") to finance the establishment of a petrochemical storage facility for the Company. The aggregate loan balance as at the end of financial year ended 31 December 2013 ("FY2013") was approximately US\$16.232 million. The financial support was provided to the Group to assist it in its oil and petrochemical trading businesses and to meet its liabilities as and when they fall due.

The Company's oil related trading transactions relied on financing through letters of credit which is in line with industry practices. Hence, the management continues to focus on ensuring the availability of banking facilities from financial institutions. The aggregate amount of back-to-back banking facilities granted by the banks to the Company reached US\$370 million as at the end of FY2013.

Details of any collateral

Nil.

Contingent liabilities

As at 31 December 2013, the Group had 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

<u>The Group</u>	Three Months ended 31 December 2013 US \$'000	Three Months ended 31 December 2012 US \$'000	Twelve Months ended 31 December 2013 US \$'000	Twelve Months ended 31 December 2012 US \$'000
OPERATING ACTIVITIES				
Profit Before Income Tax	1,122	1,003	922	326
Adjustment for:				
Depreciation and Amortisation	19	21	77	53
Gain on Disposal of Subsidiary	(43)	-	(45)	-
Unrealised Foreign Currency (Gain)/Loss	(38)	6	(115)	39
Provision for Reinstatement Cost	-	31	-	31
Interest Expenses	166	1	466	2
Interest Income	(4)	(13)	(7)	(14)
Operating Cash Flows Before Movements in Working Capital	1,222	1,049	1,298	437
(Increase) / Decrease in Trade Receivables	31,375	9,749	(22,486)	-
Increase / (Decrease) in Trade Payables	(39,872)	-	13,810	-
(Increase) / Decrease in Other Receivables	33,973	9	(267)	(246)
Increase / (Decrease) in Other Payables	(33,871)	86	314	101
Cash (Used in)/generated from operations	(7,173)	10,893	(7,331)	292
Income Taxes Paid	-	-	(125)	-
Interest Paid	(166)	(1)	(466)	(2)
Interest Received	4	13	7	14
Net cash (used in)/generated from operating activities	(7,335)	10,905	(7,915)	304
INVESTING ACTIVITIES				
Acquisition of Intangible Assets	-	-	-	(14)
Acquisition of Plant and Equipment	(18)	(35)	(22)	(324)
Pledged Fixed Deposit with Bank	(4,205)	-	(4,205)	-
Net cash used in investing activities	(4,223)	(35)	(4,227)	(338)
FINANCING ACTIVITIES				
Advance from Holding Company	8,980	-	8,980	13,524
Repayment to Holding Company	-	(5,993)	-	(6,239)
Net cash generated from/(used in) financing activities	8,980	(5,993)	8,980	7,285
Net (decrease)/increase in cash and cash equivalents	(2,578)	4,877	(3,162)	7,251
Cash and cash equivalents at the beginning of the period	6,676	2,395	7,268	17
Effect in foreign exchange rates changes	5	(4)	(3)	-
Cash and cash equivalents at the end of the period	4,103	7,268	4,103	7,268

<u>The Group</u>	Three Months ended 31 December 2013 US \$'000	Three Months ended 31 December 2012 US \$'000	Twelve Months ended 31 December 2013 US \$'000	Twelve Months ended 31 December 2012 US \$'000
Cash and Bank Balance	8,308	7,268	8,308	7,268
Fixed Deposit pledged with bank	(4,205)	-	(4,205)	-
Cash and Cash Equivalents per consolidated statement of cash flows	4,103	7,268	4,103	7,268

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.

	Attributable to the owners of the Company				
	<u>Share capital</u> US\$'000	<u>Share premium</u> US\$'000	<u>Foreign currency translation reserve</u> US\$'000	<u>Accumulated losses</u> US\$'000	<u>Total equity</u> US\$'000
<u>Group</u>					
Balance at 1 January 2012	454	18,116	43	(18,833)	(220)
Profit for the financial year, representing total comprehensive income for the financial year	-	-	-	201	201
Balance at 31 December 2012	454	18,116	43	(18,632)	(19)
Balance at 1 January 2013	454	18,116	43	(18,632)	(19)
Profit for the financial year, representing total comprehensive income for the financial year	-	-	-	671	671
Other comprehensive income:					
Exchange differences on translating foreign operations	-	-	(43)	-	(43)
Total other comprehensive income, net of tax	-	-	(43)	-	(43)
Total comprehensive income for the financial year	-	-	(43)	671	628
Balance at 31 December 2013	454	18,116	-	(17,961)	609
<u>Company</u>					
Balance at 1 January 2012	454	18,116	49	(18,820)	(201)
Loss for the financial year, representing total comprehensive loss for the financial year	-	-	-	(584)	(584)
Balance at 31 December 2012	454	18,116	49	(19,404)	(785)
Balance at 1 January 2013	454	18,116	49	(19,404)	(785)
Loss for the financial year, representing total comprehensive loss for the financial year	-	-	-	(687)	(687)
Reclassification	-	-	(49)	49	-
Balance at 31 December 2013	454	18,116	-	(20,042)	(1,472)

- 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 have been no changes in the Company's share capital since the end of the previous period reported.

- 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 each of 31 December 2013 and 31 December 2012 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 2013 and 31 December 2012.

- 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 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 (INT IFRS) which had come into effective for the financial years beginning on or after 1 January 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.**

In the current financial year, the Group has adopted the new and revised IFRS, and INT IFRS that are relevant to its operations and effective for the current financial year. The adoption of these new or revised IFRS or INT IFRS does not result in changes to the Group's accounting policies and has no material effect on the amounts reported for the current or prior financial years.

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:**

	<u>The Group</u>			
	Three Months ended		Twelve Months ended	
	31 December 2013	31 December 2012	31 December 2013	31 December 2012
Net Profit Attributable to Shareholders	961,944	877,962	671,172	200,680
	US\$		US\$	
Earnings per ordinary share	US Cents		US Cents	
(a) Based on the weighted average number of ordinary shares in issue; and	0.0273	0.0249	0.0190	0.0057
Weighted average number of ordinary shares in issue	3,527,654,875	3,527,654,875	3,527,654,875	3,527,654,875
(b) On a fully diluted basis	0.0273	0.0249	0.0190	0.0057
Weighted average number of ordinary shares in issue	3,527,654,875	3,527,654,875	3,527,654,875	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 December 2013	31 December 2012	31 December 2013	31 December 2012
	US cents	US cents	US cents	US cents
Net asset / (liabilities) value per ordinary share	0.0173	(0.0005)	(0.0417)	(0.022)

The calculation of net asset value per ordinary share is based on the Group's net assets of approximately US\$608,844 as at 31 December 2013 (31 December 2012: net liabilities of US\$19,065) and the Company's net liabilities of approximately US\$1,471,897 as at 31 December 2013 (31 December 2012: US\$785,028) and share capital of 3,527,654,875 shares (31 December 2012: 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.**

Revenue

Besides the existing oil related trading business, the Group has developed a new area of petrochemical trading business through the establishment of storage facilities for petrochemical products with a storage volume of over 10,000 metric in the People's Republic of China ("China"). This new activity also encompasses sourcing and purchasing petrochemical products from suppliers globally to support the Group's primary market in China while simultaneously the expansion of the Group's market share in the South East Asia market by establishing long-term and stable trading platforms.

The Group has achieved revenue of US\$387 million and US\$977 million in 4QFY2013 and FY2013 respectively.

Gross Margin

The Group achieved a gross profit of US\$2.39 million and US\$4.132 million, or 0.62% and 0.42% in 4QFY2013 and FY2013 respectively. Due to the aforementioned development in petrochemical storage, higher gross margin was achieved compared to FY2013.

Other Operating Income

Other operating income derived in 4QFY2013 comprised of bank interest income, the productivity and innovation credit cash ("PIC") bonus.

Operating and Administrative Expenses

The operating and administrative expenses were mainly attributed to the remuneration for our growing number of staff who oversee the Group's business expansion, office rental, warehouse storage facilities for the Group's petrochemical inventories.

Profit before Tax

The Group recorded a profit of US\$1.122 million and US\$0.922 million for 4QFY2013 and FY2013 respectively. Compared to FY2012, the Group achieved an increase in profit of US\$0.796 million or a growth rate of 183%.

Taxation

The tax expenses were US\$0.16 million and US\$0.25 million for 4QFY2013 and FY2013 respectively.

Review of the Group's Cash Flows in FY2013 as compared to FY2012

The Group reported a negative cash flow in operating activities of US\$7.333 million and US\$7.913 million in 4QFY2013 and FY2013 respectively due mainly to the maturity of export letter of credit ("LC") issued in favour of the Group which is in line with the the normal business practices in the oil and petrochemical trading industry for international customers. In addition, the Group granted a 30 day credit line of approximately US\$7.55 million to one of the petrochemical trading customers during 4QFY2013. As a result, the Company's cashflow in operating activities was affected.

The controlling shareholder has injected an additional interest-free loan of US\$9 million in view of its confidence and support in the growing trade activities of the Group during 4QFY2013.

Review of the Group's Financial Position as at 31 December 2013 and 31 December 2012

The trade receivables of US\$22.861 million were mainly due to the maturity of export LC issuance and due to the contractual credit term of 30 days granted to a petrochemical customer which had been provided for contractually. The trade payables of US\$13.810 million were also due to the same aforementioned reason. The Company has successfully collected the full amount of US\$7.55 million from our customer in January 2014. Due to the profit achieved in 4QFY2013, a positive net tangible asset of US\$609,000 was recorded as at the end of December 2013.

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 will continue to focus on its existing oil trading business but it also intends to establish petrochemical storage facilities in China with larger storage volumes and capacities to store more varieties of products by leasing more petrochemical bonded warehouses. In order to sustain the developments of its petrochemical business, the Group is in the discussions with the financial institutions regarding the financing for such storage facilities. The Group is also exploring other oil related businesses and intends to set up representative offices in major oil producing countries and global trading hubs to be located closer to the upstream of oil sources. In addition, the Group is exploring investments in potential energy related projects in order to increase revenue streams.

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 4QFY2013

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 were no interested person transactions in FY2013 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 interested person transactions.

14. Update on Internal Control

The internal auditor assisted the management to standardize the inventory operation process by setting up the new policies and procedures for inventory management. In addition, the internal auditor has reviewed the key processes and assisted the management to make continuous improvement to the system of internal controls.

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.**

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

	<u>Petrochemical</u> US\$'000	<u>Fuel oil & Petroleum</u> US\$'000	<u>Unallocated</u> US\$'000	<u>Total</u> US\$'000
2013				
Revenue:				
External customers	108,915	868,307	-	977,222
Results:				
Interest income from bank	-	-	7	7
Interest Expense	(18)	(448)	-	(466)
Depreciation and amortisation	-	-	(77)	(77)
Segment profit/(loss) before income tax	1,122	2,282	(2,482)	922
Segment assets:				
Trade receivables	22,253	233	-	22,486
Segment liabilities:				
Trade payables	13,577	233	-	13,810
2012				
Revenue:				
External customers	9,749	149,509	-	159,258
Results:				
Interest income from bank	-	-	14	14
Interest expense	(1)	(1)	-	(2)
Depreciation and amortisation	-	-	(53)	(53)
Segment profit/(loss) before income tax	134	1,562	(1,370)	326

Geographical segments

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

	<u>Revenues</u>		<u>Non-current assets</u>	
	<u>2013</u> US\$'000	<u>2012</u> US\$'000	<u>2013</u> US\$'000	<u>2012</u> US\$'000
Hong Kong	140,969	9,749	-	-
Japan	223,390	-	-	-
China	21,330	-	-	-
Malaysia	40,558	-	-	-
Singapore	550,975	149,509	231	286
	<u>977,222</u>	<u>159,258</u>	<u>231</u>	<u>286</u>

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 above.

17. **A breakdown of sales.**

A breakdown of sales

	Group		
	FY2013 US'000	FY2012 US'000	Increase %
Sales reported for the first half year	536,287	-	NM
Operating (loss)/profit after Income tax	164	(415)	139%
Sales reported for the second half year	440,935	159,258	177%
Operating profit after Income tax	671	201	234%

**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 (2013)	Latest Full Year (2012)
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

Zang Jian Jun
Executive Chairman
Date: 28 February 2014