

FULL YEAR RESULTS * FINANCIAL STATEMENT AND RELATED ANNOUNCEMENT

* Asterisks denote mandatory information

Name of Announcer *	HIAP SENG ENGINEERING LTD
Company Registration No.	197100300Z
Announcement submitted on behalf of	HIAP SENG ENGINEERING LTD
Announcement is submitted with respect to *	HIAP SENG ENGINEERING LTD
Announcement is submitted by *	Tan Hak Jin
Designation *	Joint Company Secretary
Date & Time of Broadcast	27-May-2013 20:23:18
Announcement No.	00154

>> ANNOUNCEMENT DETAILS

The details of the announcement start here ...

For the Financial Period Ended *	31-03-2013
Description	PLEASE SEE THE FOLLOWING ATTACHMENTS: A) UNAUDITED FOURTH QUARTER AND FULL YEAR ENDED 31 MARCH 2013 FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT. B) NEWS RELEASE.
Attachments	HS_FY2013_Results_NR.pdf HSEL_4QFY2013_results.pdf Total size = 114K (2048K size limit recommended)

NEWS RELEASE

HIAP SENG'S FY2013 RESULTS ANNOUNCEMENT

Singapore, May 23, 2013 – Hiap Seng Engineering Ltd (“Hiap Seng” or the “Group”), a specialist integrated engineering group for the oil-and-gas, petrochemical and pharmaceutical industries, today announced a 76.1% increase in net profit attributable to shareholders to S\$7.5 million for the full year ended March 31, 2013 (“FY2013”).

The Group’s revenue for FY2013 increased by 41.7% to S\$237.4 million from S\$167.5 million for the previous financial year (“FY2012”). The increase was mainly due to higher recognition of project revenue and contributions from the Group’s two new subsidiaries in Thailand and Malaysia. The net profit attributable to shareholders increased from S\$4.3 million to S\$7.5 million primarily due to the gain on equity interest of S\$3.8 million arising from the step acquisition of a Thai subsidiary.

For the three months ended March 31, 2013 (“4Q2013”), revenue increased 19.2% to S\$46.9 million from S\$39.3 million in the past corresponding period (“4Q2012”). However, the Group reported a net loss attributable to shareholders of S\$4.5 million in 4Q2013, as compared to a loss of S\$2.2 million in 4Q2012. In 1Q2013, in connection with the acquisition of additional interest in a Thai associate resulting in it becoming a subsidiary, the Group recognised a gain on equity of S\$4.9 million arising from this step acquisition and the write-back of the provision for losses of S\$1.7 million on this associate.

The Group subsequently engaged an independent valuer to perform a purchase price allocation in accordance with the relevant accounting standards and arising from this, the resultant gain on equity is finally assessed at S\$3.8 million. This resulted in the reversal of S\$2.8 million out of the S\$6.6 million recognised in 1Q2013.

As at March 31, 2012, the Group's balance sheet remains healthy with a net cash position of S\$18.7 million. As at May 22, 2013, the Group's order book stands at S\$256 million.

Mr. Frankie Tan, Chairman and CEO of Hiap Seng said, "Even though we were hit with a loss in 4Q2013, we remain profitable for the year. Going forward, we have a strong order book that includes our contract win in early May, where we were awarded a three-year term integrated plot contract by Singapore Refining Company Private Limited to provide plant maintenance services on a cost-plus/unit rate basis for the refinery located on Jurong Island. The contract is effective from April 1, 2013. We expect the contract to contribute positively to our earnings in FY2014. In addition, our ability to secure contracts amidst rising costs and keen competition serves as continual testament to the Group's strong fundamentals and track record."

To reward loyal shareholders, the Board of Directors is proposing a one-tier tax exempt final dividend of 0.5 cent per share which is expected to be paid on August 28, 2013, bringing total dividends to 1.0 cent per share for the year.

Outlook

The outlook for the oil-and-gas and petrochemical industries which the Group serves still remains positive. However, in view of keen competition and rising labour costs, the Directors of the Company are cautiously optimistic about the Group's performance for the current financial year ending March 31, 2014.

The Group will continue to control costs and improve productivity. With a strong financial position and established track record, it will continue to explore new business opportunities in Singapore and beyond to enhance shareholder value.

Corporate Profile

Established in 1971 and a Main-board listed company, Hiap Seng is a specialist integrated engineering group for the oil-and-gas, petrochemical and pharmaceutical industries and is one of Singapore's leading engineering groups serving the oil-and-gas, petrochemical and pharmaceutical industries.

The Group provides engineering services covering engineering, procurement & construction (EPC) projects and plant maintenance services for the oil-and-gas, petrochemical, and pharmaceutical industries in Singapore and beyond.

The Group operates six well-equipped fabrication yards in Singapore, Malaysia and Thailand with a total land area of over three million sq ft and a workforce of over three thousand well-trained and skilled employees.

Hiap Seng made its maiden appearance on Forbes' list of Top 200 Asia-Pacific firms with sales under US\$1 billion in September 2010. The list, called "Best Under A Billion," selects the top-performing firms with 12,000 publicly listed companies with sales of less than US\$1 billion. Selections were based on companies' profitability, growth, modest indebtedness and future prospects.

On December 13, 2010, Hiap Seng was conferred the coveted Business Superbrands Award in Singapore. The Business Superbrands status is awarded to some of the world's strongest examples of business to business brands.

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061/13/002/HSEL

May 23, 2013

HIAP SENG ENGINEERING LTD
(Company Registration No. 197100300Z)

UNAUDITED FOURTH QUARTER AND FULL YEAR ENDED 31 MARCH 2013
FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT

1(a). A statement of comprehensive income (for the group) together with a comparative statement for the fourth quarter and full year ended 31 March 2013

	Group			Group		
	4QFY13	4QFY12	Increase/ (Decrease)	FY13	FY12	Increase/ (Decrease)
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Turnover	46,883	39,338	19.2	237,417	167,499	41.7
Cost of sales	(43,585)	(33,823)	28.9	(211,983)	(142,431)	48.8
Gross profit	3,298	5,515	(40.2)	25,434	25,068	1.5
Gross profit margin	7.0%	14.0%		10.7%	15.0%	
Other (loss) /gain – net	(2,378)	(387)	NM	3,739	819	NM
Administrative costs	(5,715)	(5,800)	(1.5)	(21,266)	(17,377)	22.4
Other operating costs	(746)	(564)	NM	(344)	(651)	NM
(Loss)/profit from operations	(5,541)	(1,236)	349.0	7,564	7,859	(3.8)
Finance (costs)/income	(10)	(36)	NM	(283)	(108)	NM
Share of loss of associated companies	(11)	(1,037)	NM	(414)	(2,173)	NM
(Loss)/profit before tax	(5,562)	(2,309)	141.0	6,867	5,578	23.1
Income tax (expense)/credit	721	(10)	NM	265	(1,312)	NM
Net (loss)/profit after tax	(4,841)	(2,319)	108.8	7,132	4,266	67.2
Other comprehensive income						
Foreign currency translation	551	9	NM	1,351	91	NM
Total comprehensive (loss)/ income for the period	(4,290)	(2,310)	85.6	8,483	4,357	94.7
(Loss)/profit attributable to:						
Owner of the parent	(4,537)	(2,225)	104.0	7,527	4,275	76.1
Non-controlling interests	(304)	(94)	NM	(395)	(9)	NM
	(4,841)	(2,319)	108.8	7,132	4,266	67.2
Total comprehensive (loss)/ income attributable to:						
Owner of the parent	(3,986)	(2,214)	80.0	8,878	4,366	103.3
Non-controlling interests	(304)	(94)	NM	(395)	(9)	NM
	(4,290)	(2,310)	85.6	8,483	4,357	94.7

NM: Denotes not meaningful

Profit from operations included the following:	Group	
	4QFY13	4QFY 12
	S\$'000	S\$'000
(a) Other gain/(loss) – net		
Other income including interest income	19	155
Profit/(loss) on disposal of property, plant and equipment	(9)	-
Foreign exchange gain/(loss)	601	(572)
Loss on disposal of interest in associated companies	-	-
Adjustment to gain on equity interest arising from reassessment	(2,853)	-
(b) Other operating cost		
Provision for doubtful debts	(703)	(552)

Group	
FY13	FY12
S\$'000	S\$'000
98	551
278	125
(308)	55
(191)	-
3,776	-
(120)	(556)

(C) Share of loss of associated companies				
Share of loss of an associated company above its cost of investment	-	(1,678)	-	(1,678)
(d) Finance expenses				
Interest on borrowings	(139)	(70)	(139)	(70)
(e) Depreciation of property, plant and equipment	(985)	(664)	(3,432)	(2,535)
(f) Amortisation of intangible assets	(295)	-	(295)	-
(g) Income tax expense				
Adjustment for over/(under) provision of tax of prior years	714	(147)	714	(147)

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

	Group		Company	
	31-Mar-2013 S\$'000	31-Mar-2012 S\$'000	31-Mar-2013 S\$'000	31-Mar-2012 S\$'000
ASSETS				
Current assets				
Cash and cash equivalents	18,743	30,239	7,774	24,458
Income tax recoverable	601	-	792	-
Trade and other receivables	80,970	72,147	73,521	57,713
Contract work-in-progress	21,989	5,846	9,074	4,997
Other current assets	1,621	1,463	1,024	1,054
	123,924	109,695	92,185	88,222
Non-current assets				
Club memberships	363	363	298	298
Investments in associated companies	419	1,006	109	509
Investments in subsidiaries	-	-	14,856	8,562
Other Investment	2,481	-	2,481	-
Property, plant and equipment	23,861	8,896	6,778	7,689
Intangible assets	8,708	-	-	-
	35,832	10,265	24,522	17,058
Total assets	159,756	119,960	116,707	105,280
LIABILITIES				
Current liabilities				
Trade and other payables	72,263	41,020	45,287	35,909
Current income tax liabilities	156	1,204	-	754
Borrowings	2,978	1,723	-	-
	75,397	43,947	45,287	36,663
Non-current liabilities				
Borrowings	1,293	86	-	-
Deferred income tax liabilities	1,670	516	569	569
	2,963	602	569	569
Total liabilities	78,360	44,549	45,856	37,232
NET ASSETS	81,396	75,411	70,851	68,048
EQUITY				
Capital and reserves attributable to the Company's equity holders				
Share capital	36,178	36,178	36,178	36,178
Other reserves	1,319	(31)	-	-
Retained earnings	41,964	37,475	34,673	31,870
Total	79,461	73,622	70,851	68,048
Non-controlling interests	1,935	1,789	-	-
Total equity	81,396	75,411	70,851	68,048

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

Amount repayable in one year or less, or on demand

As at 31/03/2013		As at 31/03/2012	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
2,978	0	1,723	0

Amount repayable after one year

As at 31/03/2013		As at 31/03/2012	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
1,293	0	86	0

Details of any collateral

The Group's borrowings are secured against certain properties, machinery and fixed deposits within the Group.

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

	Group		Group	
	4Q FY 13 S\$'000	4Q FY 12 S\$'000	FY 13 S\$'000	FY 12 S\$'000
Cash flow from operating activities:				
Total (loss)/profit	(4,841)	(2,319)	7,132	4,266
Adjustment for :				
Depreciation of property, plant and equipment	985	664	3,432	2,535
Amortisation of intangible assets	295	-	295	-
Net loss/(gain) on disposal of plant and equipment	9	-	(278)	(125)
Fixed assets written off	9	-	9	-
Share of loss of associated companies	11	1,037	414	2,173
Provision for doubtful debts	703	552	120	556
Loss on disposal of interest in associated companies	-	-	191	-
Foreign exchange adjustments	(1,199)	(38)	30	36
Adjustment to gain on equity interest arising from reassessment	2,853	-	(3,776)	-
Income tax expenses/(credit)	(721)	10	(265)	1,312
Interest expense	10	36	283	108
Interest income	(19)	(155)	(98)	(551)
Operating cash flow before working capital changes	(1,905)	(213)	7,489	10,310
Changes in operating assets and liabilities				
Inventories and contract work-in-progress	(2,325)	(448)	(15,989)	(3,726)
Trade and other receivables	(5,592)	(7,284)	(12,396)	(9,500)
Other current assets	590	(90)	(158)	(733)
Trade and other payables	2,058	(3,140)	23,540	(1,531)
Cash (used in)/generated from operations	(7,174)	(11,175)	2,484	(5,180)
Income taxes paid	(9)	(78)	(1,292)	(1,554)
Net cash inflow (used in)/ from operating activities	(7,183)	(11,253)	1,192	(6,734)

Cash flows from investing activities				
Proceeds from disposal of property, plant and equipment	168	-	840	131
Proceeds from disposal of associates	-	-	450	-
Payment for investment	(2)	-	(2,956)	-
Acquisition of a subsidiary, net of cash acquired	1,143	-	(2,373)	-
Purchases of property, plant and equipment	(1,120)	(266)	(5,805)	(1,724)
Interest income received	19	155	98	551
Net cash outflow from investing activities	208	(111)	(9,746)	(1,043)
Cash flows from financing activities				
Dividend paid	(1,518)	(3,037)	(3,037)	(6,075)
Decrease/(Increase) in bank deposits pledged	(85)	(7)	(44)	(47)
Hire purchase creditors	(16)	(7)	27	(138)
Trust receipt creditors	12	-	31	-
Repayment of bank loans	(123)	-	(854)	-
Proceeds from short term bank loans	772	-	772	-
Interest paid	(10)	(36)	(283)	(108)
Net cash outflow from financing activities	(967)	(3,087)	(3,388)	(6,368)
Net (decrease)/increase in cash and cash equivalents held	(7,642)	(14,451)	(11,942)	(14,145)
Effect of exchange rate change on cash and cash equivalents	4	(2)	(24)	9
Cash and cash equivalents at beginning of the financial period	23,582	42,363	27,910	42,046
Cash and cash equivalents at end of the financial period	15,944	27,910	15,944	27,910
Cash and cash equivalents represented by:				
Bank and cash balances	17,471	24,604	17,471	24,604
Fixed deposits with financial institutions	1,272	5,635	1,272	5,635
Less: Bank overdrafts	(2,121)	(1,694)	(2,121)	(1,694)
Less: Restricted bank deposits	(679)	(635)	(679)	(635)
	15,944	27,910	15,944	27,910

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 capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year

Attributable to owners of the parent

Group	Share Capital	Other Reserves	Retained Earnings	Total	Non-controlling interests	Total Equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
9MFY2013						
As at 1/4/12	36,178	(31)	37,475	73,622	1,789	75,411
Total comprehensive income for the period	-	799	12,065	12,864	(91)	12,773
Contribution from NCI	-	-	-	-	29	29
Dividend on ordinary share	-	-	(1,520)	(1,520)	-	(1,520)
At 3/12/12	36,178	768	48,020	84,966	1,727	86,693
4Q FY2013						
Total comprehensive income for the period	-	551	(4,537)	(3,986)	(304)	(4,290)
Contribution from NCI	-	-	-	-	512	512

Dividend on ordinary share			(1,519)	(1,519)		(1,519)
At 31/3/13	36,178	1,319	41,964	79,461	1,935	81,396
<u>9MFY2012</u>						
As at 1/4/11	36,178	(122)	39,275	75,331	1,798	77,129
Total comprehensive income for the period	-	83	6,500	6,583	85	6,668
Dividend on ordinary share			(3,038)	(3,038)		(3,038)
As at 31/12/11	36,178	(39)	42,737	78,876	1,883	80,759
<u>4QFY2012</u>						
Total comprehensive income for the period	-	8	(2,225)	(2,217)	(94)	(2,311)
Dividend paid			(3,037)	(3,037)		(3,037)
As at 31/3/12	36,178	(31)	37,475	73,622	1,789	75,411

Company	Share Capital	Other Reserves	Retained Earnings	Total Equity
	S\$ '000	S\$ '000	S\$ '000	S\$ '000
<u>9MFY2013</u>				
As at 1/4/12	36,178	-	31,870	68,048
Total comprehensive income for the period	-	-	435	435
Dividend on ordinary share			(1,520)	(1,520)
As at 31/12/12	36,178	-	30,785	66,963
<u>4Q FY2013</u>				
Total comprehensive income for the period	-	-	5,406	5,406
Dividend on ordinary share			(1,519)	(1,519)
As at 31/3/13	36,178	-	34,673	70,851
<u>9MFY2012</u>				
As at 1/4/11	36,178	-	29,584	65,762
Total comprehensive income for the period	-	-	3,524	3,524
Dividend on ordinary share			(3,038)	(3,038)
As at 31/12/11	36,178	-	30,070	66,248
<u>4QFY2012</u>				
Total comprehensive income for the period	-	-	4,837	4,837
Dividend paid			(3,037)	(3,037)
As at 31/3/12	36,178	-	31,870	68,048

1(d)(ii). Details of any changes in the company's share capital arising rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversions of other issues of equity securities, issue of shares for the 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

Not applicable.

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 immediate preceding year.

	FY 13	FY 12
Issued & fully paid share capital		
Number of shares as at 1 April and 31 March	303,750,000	303,750,000

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.

Not applicable.

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

These figures have not been audited or reviewed.

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 statement have been applied

The accounting policies have been consistently applied by the Group, and are consistent with those used in the preparation of the financial statements for the financial year ended 31 March 2012 except as disclosed in paragraph 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

In FY2013, the Group and the Company adopted the FRS which are effective from annual periods commencing on or after 1 January 2012. The FY2012 comparatives have been amended where as required, in accordance with the relevant transitional provisions in the respective FRS:

The FRS applicable to the Group is as follows:

Amendments to FRS 1- Presentation of Financial Statements

The adoption of the above FRS did not result in significant changes to the Group's and Company's accounting policies.

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 dividend

	Group		Group	
	4Q FY13	4Q FY12	FY13	FY12
Earnings per share (cents)				
Based on number of ordinary shares in issue (cents)	(1.49)	(0.73)	2.48	1.41
On fully diluted basis (cents)	(1.49)	(0.73)	2.48	1.41
Net (loss)/profit attributable to ordinary shareholders for basic earnings per share (S\$'000)	(4,538)	(2,225)	7,526	4,275
Net (loss)/profit attributable to ordinary shareholders for diluted earnings per share (S\$'000)	(4,538)	(2,225)	7,526	4,275
Weighted average number of ordinary shares in issue applicable to basic/diluted earnings per share ('000)	303,750	303,750	303,750	303,750

Note:

(a) The earnings per share ('EPS') is calculated by dividing the consolidated net profit attributable to equity holders of the Company over the weighted average number of ordinary shares in issue during the financial period. Diluted earnings per share are the same as basic earnings per share as there are no potential dilutive ordinary shares.

(b) There was no material impact on prior period EPS on adoption of the revised FRS as discussed in paragraph 5.

7. Net asset value (for the issuer and group) per ordinary share based on total number of issued shares excluding treasury shares of the issuer at the end of the (a) current period reported on and (b) immediately preceding financial year

	Group		Company	
	31-Mar-2013	31-Mar-2012	31-Mar-2013	31-Mar-2012
Net asset value per ordinary share (in cents) based on issued share capital as at the end of the period reported on	26.2	24.2	23.3	22.4

The calculation of the net asset value per ordinary share issued is based on 303,750,000 shares at 31 March 2013 (31 March 2012: 303,750,000). There was no material impact on prior period net asset value per share on adoption of the revised FRS as discussed in paragraph 5.

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

Fourth Quarter (4QFY2013) Review

The Group's revenue for 4QFY2013 increased by 19.2% from S\$39.3 million to S\$46.9 million as compared to 4QFY2012 mainly due to higher recognition of project revenue in 4QFY2013 as well as contributions by the two new subsidiaries in Thailand and Malaysia. The gross profit decreased by 40.2% from S\$5.5 million to S\$3.3 million mainly due to cost increases in labour and materials.

In 1QFY2013, in connection with the Group acquisition of additional interest in a Thai associate resulting in it becoming a subsidiary, the Group recognised a gain on equity of S\$4.9 million arising from this step acquisition and the write-back of the provision for losses of S\$1.7 million on this associate. The Group subsequently engaged an independent valuer to perform a purchase price allocation in accordance with the relevant accounting standards and arising from this, the resultant gain on equity is finally assessed at S\$3.8 million. This resulted in the reversal of S\$2.8 million out of the S\$6.6 million recognized in 1QFY2013.

The Group's net loss attributable to shareholders for 4QFY2013 increased by 104.0% from S\$2.2 million to S\$4.5 million as compared to 4QFY2012 mainly due to the factors mentioned above.

Full year (FY2013) Review

The Group's revenue for FY2013 increased by 41.7% from S\$167.5 million to S\$237.4 million as compared to FY2012 mainly due to higher recognition of project revenue in FY2013 as well as contributions by the two new subsidiaries in Thailand and Malaysia. However, the gross profit increased marginally by only 1.5% from S\$25.1 million to S\$25.4 million mainly due to cost increases in labour and materials.

The Group's other gain of S\$3.7 million for FY2013 as compared to the S\$0.8million for FY2012 was primarily due to the gain on equity interest of S\$3.8 million arising from the step acquisition of a Thai subsidiary.

The Group's net profit attributable to shareholders for FY2013 increased by 76.1% from S\$4.3 million to S\$7.5 million as compared to FY2012 mainly due to the factors mentioned above.

Statement of Financial Position Review

The increase of S\$8.8 million in trade and other receivables as at 31 March 2013 as compared to 31 March 2012 is mainly due to increased project activities as well as the inclusion of two new subsidiaries in Thailand and Malaysia. The increase of S\$16.1 million in contract work-in-progress as at 31 March 2013 as compared to 31 March 2012 was in line with the project completion schedules.

The increase of S\$15.0 million in property, plant and equipment as at 31 March 2013 as compared to 31 March 2012 is mainly due to the inclusion of the new subsidiary in Thailand.

The increase of S\$31.2 million in trade and other payables as at 31 March 2013 as compared to 31 March 2012 is mainly due to increased project activities as well as the inclusion of two new subsidiaries in Thailand and Malaysia.

The intangible assets amounting to S\$8.7 million as at 31 March 2013 represents customer contract, customer relationship and goodwill arising from consolidation on the step acquisition of the Thai subsidiary on 3 May 2012. The fair values of these intangible assets have been assessed by an independent valuer.

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 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 outlook for the oil-and-gas and petrochemical industries which the Group serves still remains positive and the Directors of the Company are cautiously optimistic about the Group's performance for the current financial year ending 31 March 2014. However, in view of keen competition and rising labour costs, the Group will continue to control costs and take steps to improve productivity.

With a strong financial position and established track record, it will continue to explore new business opportunities in Singapore and beyond to enhance shareholder value.

As at the date of this announcement, the Group's outstanding order book stands at S\$256 million.

11. Dividend

(a) Current financial period reported on

Any dividend declared for the current financial period reported on? Yes.

Name of dividend	Interim	Final
Dividend type	Cash	Cash
Dividend rate	0.5 cent per ordinary share	0.5 cent per ordinary share
Tax rate	One-tier tax exempt	One-tier tax exempt

(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	Interim	Final
Dividend type	Cash	Cash
Dividend rate	1 cent per ordinary share	0.5 cent per ordinary share
Tax rate	One-tier tax exempt	One-tier tax exempt

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived (if the dividend is not taxable in the hands of shareholders, this must be stated)

Not applicable

(d) Date payable

The proposed final dividend, if approved by the members at the Annual General Meeting to be held on 30 July 2013, will be paid on 28 August 2013.

(e) Books closure date

NOTICE IS HEREBY GIVEN that the Company's Share Transfer Books and Register of Members will be closed from 13 August 2013 to 14 August 2013 (both dates inclusive) to determine shareholders' entitlement to the final one-tier tax exempt dividend of 0.5 cent per ordinary share for the year ended 31 March 2013.

Duly completed registrable transfers received by the Company's Share Registrar, Boardroom Corporate & Advisory Services Pte Ltd, 50 Raffles Place, Singapore Land Tower #32-01, Singapore 048623 up to 5:00 p.m. on 12 August 2013 will be registered to determine shareholders' entitlement to the said dividend. Members whose Securities Accounts with The Central Depository (Pte) Limited are credited with shares at 5:00 p.m. on 12 August 2013 will be entitled to the proposed dividend.

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

Not applicable.

13. Segmented revenue and results for reportable or geographical segments (of the group) in form presented in the user's most recently audited annual financial statements, with comparative information for the immediately preceding year

The Group Segmental results for the financial year ended 31 March 2013 is as follows:

(A) Reportable Segment

	Plant construction & maintenance		Compression & process equipment fabrication		Consolidated	
	FY 13	FY 12	FY 13	FY 12	FY 13	FY 12
	S\$' 000	S\$' 000	S\$' 000	S\$' 000	S\$' 000	S\$' 000
Revenue						
-Total segment revenue	204,990	150,449	32,427	16,991	237,417	167,440
-Inter-segment revenue	-	-	-	(59)	-	(59)
Revenue from external parties	204,990	150,449	32,427	17,050	237,417	167,499
Adjusted EBITDA for reportable segments	14,508	8,095	(3,729)	(425)	10,779	7,670
Other segments EBITDA					-	-
Depreciation	(3,321)	(2,452)	(111)	(83)	(3,432)	(2,535)
Amortisation	(295)	-	-	-	(295)	-
Finance expense	(283)	(108)	-	-	(283)	(108)
Interest income	84	526	14	25	98	551
Profit/(loss) before tax	10,693	6,061	(3,826)	(483)	6,867	5,578
Share of loss of associated companies	(414)	(2,173)	-	-	(414)	(2,173)
Total assets	141,359	102,065	18,397	17,895	159,756	119,960
Total assets include:						
Investment in associated companies	419	1,006	-	-	419	1,006
Additions to:						
Property, plant and equipment	5,661	1,698	144	27	5,805	1,725
Total liabilities	69,338	39,925	9,022	4,624	78,360	44,549

(B) Geographical information

	Revenue		Non-current assets	
	FY 13	FY 12	FY 13	FY 12
	S\$' 000	S\$' 000	S\$' 000	S\$' 000
Singapore	130,124	129,152	21,455	9,452
China	14,424	14,204	-	-
Malaysia	49,788	10,530	1,067	1,059
Vietnam	7,468	12,977	-	-
Thailand	20,885	-	13,311	-
Africa	11,443	-	-	-
Others	3,285	636	-	-
Total	237,417	167,499	35,833	10,511

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

The revenue for plant construction & maintenance segment increased significantly from S\$150.4 million to S\$205.0 million. This increase was mainly due to the completion of several major projects during FY2013 as well as contributions by the two new subsidiaries in Thailand and Malaysia. The revenue for compression & process equipment fabrication segment increased from S\$17.0 million to S\$32.4 million mainly due to the completion of several major projects during FY2013. However, the loss before tax for this segment increased from S\$0.5 million for FY2012 to S\$3.8 million for FY2013 mainly due to high operating costs.

The Group's revenue in Malaysia increased from S\$10.5 million to S\$49.8 million, mainly due to the contributions by the new subsidiary in Malaysia during FY2013. The Group's revenue in Thailand of S\$20.9 million for FY2013 was contributions by the new subsidiary in Thailand.

15. A breakdown of sales

(all figures in S\$' 000)	FY 13	FY 12	% increase/(decrease)
Sales reported for the first half year	121,913	85,393	42.8
Net profit after tax reported for first half year	9,056	6,195	46.2
Sales reported for second half year	115,504	82,106	40.7
Net loss after tax reported for second half year	(1,924)	(1,929)	0.3

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

(all figures in S\$' 000)	Latest Full Year	Previous Full Year
Ordinary	3,037	6,075
Preference	0	0
Total	3,037	6,075

The Directors propose a final one-tier tax exempt dividend of 0.5 cent per share (2012: 0.5 cent per share one-tier tax exempt) amounting to S\$1,518,750 (2012: S\$1,518,750) based on 303,750,000 shares issued as of 31 March 2013 for the shareholders' approval at the forthcoming Annual General Meeting.

These financial statements do not reflect the above proposed dividend which will be accounted for in shareholders' equity as an appropriation of retained earnings to the financial year ending 31 March 2013.

17. If the Group has obtained a general mandate from shareholders for interested person transactions ("IPTs"), the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

The Group does not have any interested person transaction and no IPT mandate has been obtained.

18. 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) 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, we confirm that the persons occupying managerial positions who are relatives of a director or chief executive officer or substantial shareholder of the Company are as follows:

Name	Age	Family Relationship with any Director CEO and/or Substantial Shareholder	Current position and duties, and the year position was first held	Details of changes in duties and position held, if any, during the year
Tan Yew Kun	61	Brother of Tan Ah Lam Brother of Tan Leau Kuee	Plant Maintenance Director In charge of Group's Plant maintenance department Since 1999	No change
Tan Phuay Hong	40	Son of Tan Ah Lam Nephew of Tan Leau Kuee	Assistant Vice President Manage projects undertaken by the Group Since 2007	No change

Tan Puay Chye	36	Nephew of Tan Ah Lam Nephew of Tan Leau Kuee	Vice President In charge of Group's Compression & Process equipment fabrication Since 2007	Promoted to Vice President
Tan Yaw Song	53	Brother of Tan Ah Lam Brother of Tan Leau Kuee	Project Director Oversees the Group's overall operations except plant maintenance Since 2002	No change
Tan Yeow Lan	57	Sister of Tan Ah Lam Sister of Tan Leau Kuee	Senior Accounts Manager Assist the CFO in the Group's accounting functions Since 1997	No change
Goh Chwee Guan	62	Brother-in-law of Tan Ah Lam	Senior Project Manager Manage projects undertaken by the Group Since 1992	No change
Tay Hee Thiam	58	Cousin of Tan Ah Lam Cousin of Tan Leau Kuee	Construction Manager Manage projects undertaken by the Group Since 1993	No change

By order of the board

TAN HAK JIN
Joint Company Secretary
23 May 2013