

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (1Q, 2Q & 3Q), HALF-YEAR AND FULL YEAR RESULTS

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

The unaudited results for the 1st quarter ended 31 March 2014 are as follow:

<u>GROUP</u>	<u>Note</u>	1 st Quarter (1Q) Ended 31 March	
		2014 \$'000	2013 \$'000 (restated)
<u>Continuing operations</u>			
<u>Revenue</u>			
Tin mining and smelting revenue	A	164,753	168,646
Hotel revenue	B	-	-
Property revenue	C	5,580	15,807
Total revenue		170,333	184,453
<u>Other items of income</u>			
Dividend income	D	1,038	161
Interest income		1,076	1,141
Fair value changes in financial assets		598	451
Other income	E	296	2,615
		173,341	188,821
<u>Other items of expense</u>			
Employee benefits expense		(7,052)	(6,435)
Depreciation expense		(730)	(651)
Amortisation expense		(149)	(49)
Costs of tin mining and smelting		(148,417)	(151,527)
Finance costs	F	(4,352)	(5,885)
Other expenses	G	(5,423)	(14,473)
Exchange gains/(losses)	H	(2,259)	53
Total expenses		(168,382)	(178,967)
Share of results of equity-accounted associates and joint ventures	I	5,609	(4,328)
Profit before tax from continuing operations		10,568	5,526
Income tax expense	J	(2,097)	(4,032)
Profit after tax from continuing operations		8,471	1,494
<u>Discontinued operations</u>			
Profit/(Loss) after tax from discontinued operations	A/B	(128)	611
Profit for the period		8,343	2,105

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

The unaudited results for the 1st quarter ended 31 March 2014 are as follow (cont'd):

<u>GROUP</u>	1 st Quarter (1Q) Ended 31 March	
	2014 \$'000	2013 \$'000 (restated)
Attributable to:		
Owners of the Company		
Profit after tax from continuing operations	5,943	252
Loss after tax from discontinued operations	(53)	(520)
Profit/(Loss) for the period attributable to owners of the Company	5,890	(268)
<u>Non-controlling interests</u>		
Profit after tax from continuing operations	2,528	1,242
(Loss)/Profit after tax from discontinued operations	(75)	1,131
Profit for the period attributable to non-controlling interest	2,453	2,373

Notes to the Income Statement

- (A) The decrease in tin mining and smelting revenue was mainly due to weakening of Malaysian Ringgit ("RM") against Singapore Dollar. In RM terms, revenue had increased marginally mainly due to higher sales quantity of refined tin and average tin prices. As Bemban Corporation Limited ("BCL") group was classified as held for sale in December 2013, the comparatives have been restated accordingly.
- (B) As the hotel assets and business were reclassified as held for sale in June 2013, the comparatives have been restated accordingly.
- (C) Property revenue was lower as there was no sale of development properties.
- (D) Dividend income mainly relates to distribution from Far East Hospitality Trust.
- (E) Other income was lower as there was no sale of investment properties.
- (F) Finance costs were lower due to the early repayment of a term loan in June 2013.
- (G) Other expenses were lower mainly due to no development properties sold.
- (H) Exchange gain/(losses) mainly arose from the strengthening of the US Dollar against the Malaysian Ringgit.
- (I) The share of profits was mainly contributed by Far East Hospitality Holdings Pte Ltd ("FEHH") and ARA Asset Management Limited ("ARA") which the Group equity accounted for in 3Q2013 and December 2013 respectively. The loss in 1Q2013 was mainly related to share of loss in WBL Corporation Limited ("WBL"). The entire stake in WBL was subsequently sold in 2Q2013.
- (J) The tax expense was due to taxable profits made by certain subsidiaries, which could not be set off against losses incurred by other companies within the Group.

1(a)(ii) Statement of comprehensive income for the 1st quarter ended 31 March 2014.

GROUP	1st Quarter (1Q) Ended 31 March	
	2014	2013
	\$'000	\$'000
		(restated)
Profit after tax	8,343	2,105
Items that will not be reclassified to profit or loss:		
Reversal of fair value changes on investment securities which became an associate	-	(23,338)
Items that may be reclassified subsequently to profit or loss:		
Net fair value changes in available-for-sale investment securities	(596)	(4)
Net fair value changes in cash flow hedges	670	73
Currency translation reserve	1,319	1,833
Share of reserves of associates	984	2,410
Other comprehensive income/(expenses) after tax for the period	2,377	(19,026)
Total comprehensive income/(expenses) for the period	10,720	(16,921)
Total comprehensive income/(expenses) attributable to:		
Owners of the Company	6,866	(19,210)
Non-controlling interests	3,854	2,289
	10,720	(16,921)
Total comprehensive income/(expenses) attributable to:		
Owners of the Company		
Total comprehensive income/(expenses) after tax from continuing operations	6,705	(17,614)
Total comprehensive income/(expenses) after tax from discontinued operations	161	(1,596)
Total comprehensive income/(expenses) for the period attributable to owners of the Company	6,866	(19,210)

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.

Balance sheets as at 31 March 2014

	Note	GROUP		COMPANY	
		31 Mar 2014 \$'000	31 Dec 2013 \$'000	31 Mar 2014 \$'000	31 Dec 2013 \$'000
Assets					
Non-current assets					
Property, plant and equipment		34,282	34,403	295	305
Investment properties		852,483	849,910	122,553	122,346
Goodwill		20,682	20,603	–	–
Other intangible assets		5,997	5,869	–	–
Investments in subsidiaries		–	–	209,737	209,737
Investments in associates and joint ventures		360,815	358,741	2,708	3,585
Deferred tax assets		1,332	1,828	–	–
Other non-current receivables		62,956	62,963	–	–
Investment securities		63,946	64,139	–	–
Other non-current assets		1,160	1,155	–	–
Total non-current assets		1,403,653	1,399,611	335,293	335,973
Current assets					
Assets of disposal group classified as held for sale	K	48,237	48,391	–	–
Development properties for sale		340	334	–	–
Inventories	L	92,891	106,107	–	–
Income tax receivables		50	685	39	71
Prepayments and accrued income		2,827	3,137	105	67
Trade and other receivables	M	127,917	108,260	770,435	585,720
Derivative financial instruments		613	–	–	–
Cash and short-term deposits		293,910	274,333	32,246	144,133
Total current assets		566,785	541,247	802,825	729,991
Total assets		1,970,438	1,940,858	1,138,118	1,065,964
Equity and liabilities					
Equity					
Share capital		568,968	568,968	568,968	568,968
Retained earnings		773,711	784,145	5,589	16,579
Other reserves		(30,533)	(31,295)	(6,902)	(7,121)
Reserve of disposal group classified as held for sale	K	(5,019)	(5,233)	–	–
Equity attributable to owners of the Company		1,307,127	1,316,585	567,655	578,426
Non-controlling interests		39,512	35,658	–	–
Total equity		1,346,639	1,352,243	567,655	578,426
Non-current liabilities					
Provisions		3,939	3,891	–	–
Deferred tax liabilities		6,887	6,857	3,281	3,270
Borrowings		295,728	297,490	224,413	224,357
Derivative financial instruments		53	44	–	–
Other non-current liabilities		1,178	1,335	–	–
Total non-current liabilities		307,785	309,617	227,694	227,627

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.

Balance sheets as at 31 March 2014 (Cont'd)

	Note	GROUP		COMPANY	
		31 Mar 2014 \$'000	31 Dec 2013 \$'000	31 Mar 2014 \$'000	31 Dec 2013 \$'000
Current liabilities					
Liabilities directly associated with disposal group classified as held for sale	K	54,812	55,078	–	–
Provisions		16,407	15,543	16,407	15,543
Income tax payable		6,512	7,036	388	280
Trade and other payables	N	86,501	67,970	309,650	244,088
Borrowings		135,441	132,474	–	–
Derivative financial instruments		17	897	–	–
Dividend payable		16,324	–	16,324	–
Total current liabilities		316,014	278,998	342,769	259,911
Total liabilities		623,799	588,615	570,463	487,538
Total equity and liabilities		1,970,438	1,940,858	1,138,118	1,065,964

Notes:

(K) This relates to BCL group which was classified as held for sale in December 2013.

(L) The decrease in inventories was mainly due to the lower level of inventory at the resources operations.

(M) The increase in trade and other receivables was mainly due to higher revenue by the resources operations near the quarter end.

(N) The increase in trade and other payables was mainly due to amount owing to non-controlling shareholder of a subsidiary.

1(b)(ii) Aggregate amount of group's borrowings and debt securities.**Amount repayable in one year or less, or on demand:**

As at 31/03/2014		As at 31/12/2013	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
–	135,441	–	132,474

Amount repayable after one year:

As at 31/03/2014		As at 31/12/2013	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
25,161	270,567	25,152	272,338

Details of any collaterals:

Secured borrowings are collateralised by:

- mortgage of the borrowing companies' properties and/or
- assignment of all rights, titles and interest under contracts in respect of the mortgaged properties or
- fixed and floating charge over all assets in respect of and the business conducted on the mortgaged properties

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 cash flow statement for the 1st quarter ended 31 March 2014

	1 st Quarter Ended 31 March	
	2014	2013
	\$'000	\$'000
		(restated)
<u>Cash flows from operating activities</u>		
Profit before tax from continuing operations	10,568	5,526
(Loss)/Profit before tax from discontinued operations	(128)	803
Profit before tax	10,440	6,329
<u>Adjustments</u>		
Depreciation of property, plant and equipment	730	6,062
Amortisation of intangible assets	149	49
Dividend income	(1,038)	(161)
Interest income	(1,076)	(1,168)
Finance costs	4,352	6,937
Currency realignment	1,309	(565)
Fair value changes in financial assets	(598)	(451)
Net gain on disposal of investments, property, plant and equipment and investment properties	(97)	(2,238)
Write off for exploration costs and other assets	-	882
(Write back)/Provision for employee benefits and receivables	(51)	1,809
Share of results of equity-accounted associates and joint ventures	(5,609)	4,328
Operating cash flows before changes in working capital	8,511	21,813
(Increase)/decrease in development properties for sale	(6)	5,647
Decrease/(increase) in inventories	13,430	(33,988)
Increase in marketable securities	-	(44,351)
(Increase)/decrease in trade and other receivables	(27,382)	25,865
Decrease in trade and other payables	(549)	(2,336)
Cash flow used in operations	(5,996)	(27,350)
Income taxes paid	(2,199)	(918)
Payment of finance costs	(4,283)	(3,220)
Interest received	636	1,085
Dividend income	4,873	5,605
Net cash flows used in operating activities	(6,969)	(24,798)
<u>Cash flows from investing activities</u>		
Proceeds from disposal of property, plant and equipment and investment properties	8,173	36,025
Cost incurred on property, plant and equipment	(1,700)	(11,700)
Cost incurred on investment properties	(2,986)	(279)
Increase in deferred mine development and exploration expenditure and other intangible assets	(255)	(212)
Additional shares in associates	-	(2,654)
Proceeds from partial return of capital from an associate	877	-
Payment for mine closure deposit	-	(12,071)
Net cash flows from investing activities	4,109	9,109

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 cash flow statement for the 1st quarter ended 31 March 2014 (cont'd)

	1 st Quarter Ended 31 March	
	2014	2013
	\$'000	\$'000
		(restated)
<u>Cash flows from financing activities</u>		
Loans from non-controlling shareholder of a subsidiary	20,950	-
Drawdown/(repayment) of short term borrowings	2,888	(1,411)
Drawdown of long term borrowings	-	22,298
Repayment of long term borrowings	(1,840)	(2,689)
Net cash flows from financing activities	21,998	18,198
Net increase in cash and cash equivalents	19,138	2,509
Effect of exchange rate changes on cash and cash equivalents	493	560
Cash and cash equivalents, beginning balance	274,354	198,167
Cash and cash equivalents, ending balance	293,985	201,236
Cash and cash equivalents comprise the following:		
Cash and short-term deposits	293,910	176,754
Amounts reserved for the development of new mines and mining projects	-	24,482
Disposal group classified as held for sale	75	-
	293,985	201,236

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 for the period ended 31 March 2014

GROUP

	Total Equity \$'000	Equity attributable to owners of the Company \$'000	Share capital \$'000	Retained earnings \$'000	AFS reserve \$'000	Hedging reserve \$'000	Revaluation reserve \$'000	Translation reserve \$'000	Reserve of disposal group classified as held for sale \$'000	Non- controlling interests \$'000
Opening balance at 1 January 2014	1,352,243	1,316,585	568,968	784,145	(6,924)	(363)	1,893	(25,901)	(5,233)	35,658
Total comprehensive income/(expenses) for the period	10,720	6,866	–	5,890	(1,472)	327	–	2,121	–	3,854
<u>Contributions by and distributions to owners</u>										
Dividend for FY 2013, payable	(16,324)	(16,324)	–	(16,324)	–	–	–	–	–	–
Total contributions by and distributions to owners	(16,324)	(16,324)	–	(16,324)	–	–	–	–	–	–
Total transactions with owners in their capacity as owners	(16,324)	(16,324)	–	(16,324)	–	–	–	–	–	–
<u>Others</u>										
Reserve attributable to disposal group classified as held for sale	–	–	–	–	–	–	–	(214)	214	–
Total others	–	–	–	–	–	–	–	(214)	214	–
Closing balance at 31 March 2014	1,346,639	1,307,127	568,968	773,711	(8,396)	(36)	1,893	(23,994)	(5,019)	39,512

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 Statements of changes in equity for the period ended 31 March 2014 (cont'd)

GROUP (cont'd)

	Total Equity \$'000	Equity attributable to owners of the Company \$'000	Share capital \$'000	Retained earnings \$'000	AFS reserve \$'000	Hedging reserve \$'000	Revaluation reserve \$'000	Translation reserve \$'000	Other reserve \$'000	Non- controlling interests \$'000
Opening balance at 1 January 2013	1,171,078	1,136,035	265,928	721,821	23,262	(18)	132,319	(7,277)	–	35,043
Total comprehensive income/(expenses) for the period	(16,921)	(19,210)	–	(268)	(24,143)	40	–	5,161	–	2,289
<u>Contributions by and distributions to owners</u>										
Dividend for FY 2012, payable	(15,776)	(15,776)	–	(15,776)	–	–	–	–	–	–
Shares issuance	254,138	254,138	254,138	–	–	–	–	–	–	–
Total contributions by and distributions to owners	238,362	238,362	254,138	(15,776)	–	–	–	–	–	–
Total transactions with owners in their capacity as owners	238,362	238,362	254,138	(15,776)	–	–	–	–	–	–
<u>Others</u>										
Share of other reserves of an associate	(127)	(127)	–	–	–	–	–	–	(127)	–
Total others	(127)	(127)	–	–	–	–	–	–	(127)	–
Closing balance at 31 March 2013	1,392,392	1,355,060	520,066	705,777	(881)	22	132,319	(2,116)	(127)	37,332

Statements of changes in equity for the period ended 31 March 2014 (cont'd)

COMPANY

	Total equity \$'000	Equity attributable to owners of the Company \$'000	Share capital \$'000	Retained earnings \$'000	Revaluation reserve \$'000	Translation reserve \$'000
Opening balance at 1 January 2014	578,426	578,426	568,968	16,579	202	(7,323)
Total comprehensive income for the period	5,553	5,553	–	5,334	–	219
<u>Contributions by and distributions to owners</u>						
Dividend for FY 2013, payable	(16,324)	(16,324)	–	(16,324)	–	–
Total transactions with owners in their capacity as owners	(16,324)	(16,324)	–	(16,324)	–	–
Closing balance at 31 March 2014	567,655	567,655	568,968	5,589	202	(7,104)

	Total equity \$'000	Equity attributable to owners of the Company \$'000	Share capital \$'000	Retained earnings \$'000	AFS reserve \$'000	Revaluation reserve \$'000	Translation reserve \$'000
Opening balance at 1 January 2013	431,941	431,941	265,928	161,537	9,577	191	(5,292)
Total comprehensive income/(expenses) for the period	(5,837)	(5,837)	–	3,455	(9,577)	–	285
<u>Contributions by and distributions to owners</u>							
Dividend for FY 2012, payable	(15,776)	(15,776)	–	(15,776)	–	–	–
Shares issuance	254,138	254,138	254,138	–	–	–	–
Total transactions with owners in their capacity as owners	238,362	238,362	254,138	(15,776)	–	–	–
Closing balance at 31 March 2013	664,466	664,466	520,066	149,216	–	191	(5,007)

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.

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 immediately preceding year.

	31 March 2014	31 December 2013
Total number of ordinary shares in issue	408,095,772	408,095,772

There were no treasury shares as at 31 March 2014 and 31 December 2013.

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 had not been audited or reviewed by the Company's auditors.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of matter).

Not applicable.

4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

Except as disclosed in item 5 below, the Group had applied the same accounting policies and methods of computation in the preparation of the financial statements for the current reporting period compared with the audited financial statements as at 31 December 2013.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

The Group adopted the following revised Financial Reporting Standards ("FRS") and Interpretations ("INT FRS") that are effective for the financial period beginning 1 January 2014:

Revised FRS 27 Separate Financial Statements	1 January 2014
Revised FRS 28 Investments in Associates and Joint Ventures	1 January 2014
FRS 110 Consolidated Financial Statements	1 January 2014
FRS 111 Joint Arrangements	1 January 2014
FRS 112 Disclosure of Interests in Other Entities	1 January 2014
Amendments to FRS 32 Offsetting Financial Assets and Financial Liabilities	1 January 2014
Amendments to FRS 36 Recoverable Amount Disclosures for Non-Financial Assets	1 January 2014
Amendments to FRS 39 Novation of Derivatives and Continuation of Hedge Accounting	1 January 2014
Amendments to FRS 110, FRS 112 and FRS 27: Investment Entities	1 January 2014
Amendments to FRS 110, FRS 111 and FRS 112 Consolidated Financial Statements, Joint Arrangements and Disclosure of Interest in Other Entities: Transition Guidance	1 January 2014

The Group does not expect any significant financial impact on its financial position or performance from the adoption of these FRSs.

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.

	1 st Quarter Ended 31 March	
	2014	2013 (restated)
Basic and diluted earnings per share from continuing operations attributable to owners of the Company:	1.5 cents	0.1 cents
Basic and diluted earnings/(loss) per share for the period based on Group profit/(loss) attributable to owners of the Company:	1.4 cents	(0.1) cents

- 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.

Net asset value per share based on
issued share capital at the end of:

	31 March 2014	31 December 2013
The Group	\$3.20	\$3.23
The Company	\$1.39	\$1.42

- 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 following tables summarise the 1Q2014 operating results by business segments and comparables for 1Q2013.

1Q2014 Operating Segment Results

	Resources	Property	Investments (Note)	Others	Elimination	Consolidated
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<u>Revenue</u>						
External revenue	164,753	5,580	-	-	-	170,333
Inter-segment revenue	-	14	-	-	(14)	-
Total revenue	164,753	5,594	-	-	(14)	170,333
<u>Segment results</u>						
Operating profit/(loss)	9,105	1,386	1,012	(2,320)	-	9,183
Finance costs	(1,516)	(271)	(11)	(2,554)	-	(4,352)
Share of results of equity- accounted associates and joint ventures	(10)	321	5,298	-	-	5,609
Profit/(Loss) before tax	7,579	1,436	6,299	(4,874)	-	10,440
Income tax (expense)/credit	(2,248)	(30)	(232)	413	-	(2,097)
Profit/(Loss) after tax	5,331	1,406	6,067	(4,461)	-	8,343
<u>Profit/(Loss) attributable to:</u>						
Owners of the Company	2,828	1,406	6,117	(4,461)	-	5,890
Non-controlling interests	2,503	-	(50)	-	-	2,453
	5,331	1,406	6,067	(4,461)	-	8,343

Note: This refers to the results for Straits Real Estate Pte. Ltd. ("SRE"), Far East Hospitality Holdings Pte Ltd ("FEHH"), ARA Asset Management Limited ("ARA") and Far East Hospitality Trust ("FEHT").

1Q2013 Operating Segment Results

	Resources	Property	Hospitality	Others	Elimination	Consolidated
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<u>Revenue</u>						
External revenue	179,281	15,807	40,370	-	-	235,458
Inter-segment revenue	-	14	28	-	(42)	-
Total revenue	179,281	15,821	40,398	-	(42)	235,458
<u>Segment results</u>						
Operating profit/(loss)	10,447	8,909	(400)	(1,362)	-	17,594
Finance costs	(1,888)	(1,613)	(744)	(2,692)	-	(6,937)
Share of results of equity-accounted associates and joint ventures	(1,387)	55	45	(3,041)	-	(4,328)
Profit/(Loss) before tax	7,172	7,351	(1,099)	(7,095)	-	6,329
Income tax expense	(2,814)	(1,011)	(192)	(207)	-	(4,224)
Profit/(Loss) after tax	4,358	6,340	(1,291)	(7,302)	-	2,105
<u>Profit/(Loss) attributable to:</u>						
Owners of the Company	1,985	6,340	(1,291)	(7,302)	-	(268)
Non-controlling interests	2,373	-	-	-	-	2,373
	4,358	6,340	(1,291)	(7,302)	-	2,105

Resources

The Group's resources revenue for 1Q2014 decreased by 8% to \$164.8 million compared with 1Q2013. In RM terms, revenue had increased marginally mainly due to higher sales quantity and average tin prices.

Resources operations reported a higher profit after tax and non-controlling interests of \$2.8 million for 1Q2014 compared with \$2.0 million for 1Q2013.

The operations at Butterworth and Rahman Hydraulic are profitable. The associates and joint ventures recorded lower net share of loss in 1Q2014 compared with 1Q2013.

Property

The Group's property revenue for 1Q2014 decreased by 65% to \$5.6 million compared with 1Q2013 as there was no sale of development properties. Consequently, the division reported a lower profit after tax of \$1.4 million for 1Q2014 compared with \$6.3 million for 1Q2013.

Investments

The Group completed the disposal of its Australian hotels, hotel management contracts and leases to its 30% associate, FEHH on 1 November 2013. The acquisition of a 20.1% stake in ARA was completed on 29 November 2013. These associates, including FEHH and ARA, contributed \$5.3 million to the Group's profits.

In 1Q2014, the Group received dividend income from its investment in Far East Hospitality Trust amounting to \$1.0 million.

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

No prospect statement was disclosed in the 2013 full year financial statements announcement made on 28 February 2014.

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 transformation was effectively completed last year, resulting in the creation of new engines of growth for our property and hospitality businesses. In particular, the acquisition of the ARA stake and creation of Straits Real Estate, together with our existing portfolio of real estate assets, will enable us to create a real estate ecosystem to grow and expand in the real estate sector.

The Group is now focused on executing its strategies to deliver results from its various newly created engines of growth. It will explore and seize any new opportunities with financial prudence, even as it continues to capitalise on and grow its current platforms.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

None.

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year?

None.

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

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

No dividend has been declared for the first quarter ended 31 March 2014.

13. If the Group has obtained a general mandate from shareholders for 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 Company did not seek and does not have a general mandate from shareholders pursuant to Rule 920 of the Listing Manual.

14. Negative confirmation pursuant to Rule 705(5).

The Board of Directors of the Company hereby confirms that, to the best of their knowledge, nothing has come to the attention of the Board of Directors which may render the first quarter 2014 financial results to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

Aldric Tan Jee Wei

Secretary

15 May 2014

Singapore

This Announcement will be available at the Company's website at <http://www.stc.com.sg/>