

ANNAIK LIMITED

(Company Registration No. 197702066M)
(Incorporated in the Republic of Singapore)

CHANGES TO ANNOUNCEMENT OF UNAUDITED FULL YEAR FINANCIAL RESULTS FOR FINANCIAL YEAR ENDED 31 DECEMBER 2012

The Board of Directors of AnnAik Limited (the "Company") refers to its unaudited full year financial results announcement for the financial year ended 31 December 2012 ("FY2012") made on 25 February 2013 via SGXNET.

Following the audit of the FY2012 financial statements by the Company's external auditor, Ernst & Young LLP, changes to the presentation of the consolidated income statement, consolidated statement of comprehensive income, statement of financial position, consolidated statement of cash flows, statement of changes in equity, segment analysis and earning per ordinary share as stated below:

- a. Goodwill amounting to \$835,000 written off to shareholder's interest and shown under other reserves in prior years, has been transferred directly to retained earnings instead of being charged to consolidated income statement, in line with FRS 103 Business Combination.
- b. Additional provision for employee benefits for a subsidiary and associate amounting to \$390,000.

The impact to the consolidated income statement, consolidated statement of comprehensive income, statement of financial position, consolidated statement of cash flows, statement of changes in equity, segment analysis and earning per ordinary share after taking into consideration the above adjustment is illustrated on Appendix 1 to 6.

By Order of the Board

Ng Kim Keang
Director

28 March 2013

CONSOLIDATED INCOME STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2012

	Ref	Group		
		Final 2012	As announced 2012	Change
		S\$'000	S\$'000	S\$'000
Revenue		82,590	82,590	-
Cost of sales		(71,037)	(71,037)	-
Gross Profit		11,553	11,553	-
Other operating income		3,324	3,324	-
Distribution expenses		(2,194)	(2,194)	-
Administrative expenses	b	(9,644)	(9,254)	(390)
Other operating expenses	a	(919)	(1,754)	835
Share of profit of associates		689	689	-
Finance costs		(579)	(579)	-
Profit before income tax	a & b	2,230	1,785	445
Income tax expenses		(419)	(419)	-
Profit for the year	a & b	1,811	1,366	445
Profit attributable to:				
Equity holders of the Company	a	2,492	1,657	835
Non-controlling interests	b	(681)	(291)	(390)
	a & b	1,811	1,366	445

**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2012**

	Ref	Group		
		Final 2012	As announced 2012	Change
		S\$'000	S\$'000	S\$'000
Profit for the year	a & b	1,811	1,366	445
Other comprehensive income, after tax:				
Revaluation of property		-	-	-
Exchange differences on translation of foreign operations		1,024	1,024	-
Other comprehensive income for the year, net of tax		1,024	1,024	-
Total comprehensive income for the year	a & b	2,835	2,390	445
Total comprehensive income attributable to:				
Equity holders of the Company	a	2,936	2,101	835
Non-controlling interests	b	(101)	289	(390)
	a & b	2,835	2,390	445

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2012

	Ref	Group			Ref	Company		
		Final 2012	As announced 2012	Change		Final 2012	As announced 2012	Change
ASSETS								
Current assets:								
Cash and bank balances		15,917	15,917	-		5,052	5,052	-
Trade receivables		12,693	12,693	-		-	-	-
Other receivables	*	4,367	4,771	(404)	#	2,354	2,126	228
Amount due from contract customers		2,309	2,309	-		-	-	-
Amount due from subsidiaries and associates	*	4,107	3,703	404		6,773	6,773	-
Inventories		34,989	34,989	-		-	-	-
		74,382	74,382	-		14,179	13,951	228
Assets classified as held for sale		-	-	-		-	-	-
Total current assets		74,382	74,382	-		14,179	13,951	228
Non-current assets:								
Property, plant and equipment		18,765	18,765	-		-	-	-
Prepaid land rental		1,116	1,116	-		-	-	-
Goodwill		497	497	-		-	-	-
Intangible assets		9,395	9,395	-		-	-	-
Investment in subsidiaries		-	-	-		32,574	32,574	-
Investment in associates		5,939	5,939	-		984	984	-
Available-for-sale investment		5,667	5,667	-		5,667	5,667	-
Club membership		190	190	-		190	190	-
Refundable deposits		668	668	-		-	-	-
Amount due from subsidiaries and associates		-	-	-		12,996	12,996	-
Total non-current assets		42,237	42,237	-		52,411	52,411	-
Total assets		116,619	116,619	-		66,590	66,362	228
LIABILITIES AND EQUITY								
Current Liabilities:								
Bank overdrafts		182	182	-		-	-	-
Current portion of bank loans		10,014	10,014	-		-	-	-
Current portion of finance leases		82	82	-		-	-	-
Bills payables		4,036	4,036	-		-	-	-
Trade payables		3,818	3,818	-		-	-	-
Other payables		15,195	14,805	390		2,540	2,540	-
Income tax payable / (receivable)	b	7	7	-	#	-	(228)	228
Total current liabilities		33,334	32,944	390		2,540	2,312	228
Non-current liabilities								
Bank loans		6,428	6,428	-		-	-	-
Finance leases		175	175	-		-	-	-
Government grants		1,936	1,936	-		-	-	-
Deferred tax liabilities		355	355	-		-	-	-
Total non-current liabilities		8,894	8,894	-		-	-	-
Capital, reserves and non-controlling interests								
Share capital		36,131	36,131	-		36,131	36,131	-
Reserves		27,309	27,309	-		27,919	27,919	-
Equity attributable to equity holders of the Company		63,440	63,440	-		64,050	64,050	-
Non-controlling interests	b	10,951	11,341	(390)		-	-	-
Total equity		74,391	74,781	(390)		64,050	64,050	-
Total liabilities and equity		116,619	116,619	-		66,590	66,362	228

* Reclassify amount of \$404,000 from other receivables to amount due from subsidiaries and associates.

Reclassify amount of \$228,000 from income tax receivable to other receivable.

CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2012

	Ref	Group		
		Final 2012	As announced 2012	Change
		S\$'000	S\$'000	S\$'000
Operating activities:				
Profit before income tax:	a & b	2,230	1,785	445
Adjustments for:				
(Reversal of allowance)/Allowance of slow moving inventories and write-down of inventories to net realisable value		(118)	(118)	-
Allowance/(Reversal of allowance) for doubtful debts		44	44	-
Amortisation of intangible assets		343	343	-
Amortisation of prepaid land rental		25	25	-
Bad debts written off		-	-	-
Depreciation of property, plant and equipment		1,718	1,718	-
Finance costs		579	579	-
Gain on disposal of property, plant and equipment	***	(1,940)	(1,938)	(2)
Loss/(Gain) on disposal of a subsidiary	a	294	1,129	(835)
Interest income		(30)	(30)	-
Net foreign exchange loss/(gain)		817	817	-
Property, plant and equipment written off		8	8	-
Amortisation of government grants		(60)	(60)	-
Share of profit of associates		(689)	(689)	-
Operating cash flows before movement in working capital		3,221	3,613	(392)
Trade receivables		(999)	(999)	-
Other receivables	##	(475)	91	(566)
Inventories		4,874	4,874	-
Trade payables		(458)	(458)	-
Other payables	b	1,663	1,273	390
Cash generated from operations		7,826	8,394	(568)
Interest paid	***	(540)	(542)	2
Interest received		30	30	-
Income tax paid		(765)	(765)	-
Net cash generated from operating activities		6,551	7,117	(566)
Investing activities:				
Proceeds on disposal of property, plant and equipment		3,447	3,447	-
Proceeds on disposal of a subsidiary		91	91	-
Proceeds from government in relation to compulsory land acquisition		10,711	10,711	-
Repayment by associate		19	19	-
Purchases of property, plant and equipment	##	(8,162)	(8,728)	566
Additions to intangible assets		(2,456)	(2,456)	-
Contribution return to non-controlling interests		-	-	-
Net cash generated from investing activities		3,650	3,084	566
Financing activities:				
(Repayment to)/Contribution by non-controlling interests		(1,291)	(1,291)	-
(Repayment of)/Proceeds from bills payables, net		(6,719)	(6,719)	-
Proceeds from government grants		126	126	-
Proceeds from bank loans		18,598	18,598	-
Repayment of bank loans		(16,355)	(16,355)	-
Proceeds from obligations under finance leases		-	-	-
Repayment of obligations under finance leases		(184)	(184)	-
Dividends paid		(747)	(747)	-
Net cash used in financing activities		(6,572)	(6,572)	-
Net increase in cash and cash equivalents		3,629	3,629	-
Cash and cash equivalents at the beginning of the year		12,397	12,397	-
Effect of exchange rate changes on the balance of cash held in foreign currencies		(291)	(291)	-
Cash and cash equivalents at the end of the year		15,735	15,735	-

*** Rounding differences

An amount of S\$566,000 for the purchase of plant and equipment in relation to office relocation to be reimbursed from Singapore Land Authority.

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2012

	Ref	Share Capital S\$'000	Currency Translation Reserve S\$'000	Reserve Fund S\$'000	Share Options Reserve S\$'000	Property Revaluation Reserve S\$'000	Other Reserve S\$'000	Retained Earnings S\$'000	Attributable To Equity Holders Of The Company S\$'000	Non-Controlling Interests S\$'000	Total Equity S\$'000
Group (Final 2012)											
Balance as at 1 January 2012		36,131	(1,145)	47	1,250	12,962	(835)	12,841	61,251	11,176	72,427
Total comprehensive income for the year	b	-	444	-	-	-	-	2,492	2,936	(101)	2,835
Dividend paid		-	-	-	-	-	-	(747)	(747)	-	(747)
Disposal of a subsidiary	a	-	-	(21)	-	-	835	(814)	-	(124)	(124)
Expiry of share options		-	-	-	(335)	-	-	335	-	-	-
Appropriation to reserve fund		-	-	6	-	-	-	(6)	-	-	-
Transfer of property revaluation reserve to retained earnings		-	-	-	-	(12,962)	-	12,962	-	-	-
Balance as at 31 December 2012		36,131	(701)	32	915	-	-	27,063	63,440	10,951	74,391

	Ref	Share Capital S\$'000	Currency Translation Reserve S\$'000	Reserve Fund S\$'000	Share Options Reserve S\$'000	Property Revaluation Reserve S\$'000	Other Reserve S\$'000	Retained Earnings S\$'000	Attributable To Equity Holders Of The Company S\$'000	Non-Controlling Interests S\$'000	Total Equity S\$'000
Group (As announced 2012)											
Balance as at 1 January 2012		36,131	(1,145)	47	1,250	12,962	(835)	12,841	61,251	11,176	72,427
Total comprehensive income for the year	b	-	444	-	-	-	-	1,657	2,101	289	2,390
Dividend paid		-	-	-	-	-	-	(747)	(747)	-	(747)
Disposal of a subsidiary	a	-	-	(21)	-	-	835	21	835	(124)	711
Reclassification of share-based payments		-	-	-	(335)	-	-	335	-	-	-
Appropriation to reserve fund		-	-	6	-	-	-	(6)	-	-	-
Transfer of property revaluation reserve to retained earnings		-	-	-	-	(12,962)	-	12,962	-	-	-
Balance as at 31 December 2012		36,131	(701)	32	915	-	-	27,063	63,440	11,341	74,781

SEGMENT ANALYSIS

Primary reporting segment - business segments (The Group)

The segmental information for each business segment is based on the nature of the principal activities of the Company and its subsidiaries. They are segregated primarily into five reporting segments: distribution of stainless steel piping products; manufacturing of steel flanges; manufacturing of cleanroom face masks; engineering construction of piping process system and environmental business.

	Ref	BUSINESS SEGMENT - 2012 (Final 2012)					Elimination	Group
		Distribution Steel Products	Manufacturing Steel Flanges	Manufacturing Facemasks	Engineering Construction	Environmental Business		
		S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	
REVENUE								
External revenue		36,236	40,193	1,068	375	4,718	82,590	
Inter-segment revenue		1,191	3,853	992	9	-	-	
Total revenue		37,427	44,046	2,060	384	4,718	82,590	
RESULTS								
Segment result	b	4,824	(1,326)	(342)	(991)	624	2,384	
Loss on disposal of a subsidiary	a	(294)	-	-	-	-	(294)	
Share of profit of associates		-	509	-	-	180	689	
Interest income		-	-	-	-	-	30	
Finance costs		-	-	-	-	-	(579)	
Profit before income tax	a & b	-	-	-	-	-	2,230	
Income tax expenses		-	-	-	-	-	(419)	
Profit for the year	a & b	-	-	-	-	-	1,811	

	Ref	BUSINESS SEGMENT - 2012 (As announced 2012)					Elimination	Group
		Distribution Steel Products	Manufacturing Steel Flanges	Manufacturing Facemasks	Engineering Construction	Environmental Business		
		S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	
REVENUE								
External revenue		36,236	40,193	1,068	375	4,718	82,590	
Inter-segment revenue		1,191	3,853	992	9	-	-	
Total revenue		37,427	44,046	2,060	384	4,718	82,590	
RESULTS								
Segment result	b	4,824	(936)	(342)	(991)	624	2,774	
Loss on disposal of a subsidiary	a	(1,129)	-	-	-	-	(1,129)	
Share of profit of associates		-	509	-	-	180	689	
Interest income		-	-	-	-	-	30	
Finance costs		-	-	-	-	-	(579)	
Profit before income tax	a & b	-	-	-	-	-	1,785	
Income tax expenses		-	-	-	-	-	(419)	
Profit for the year	a & b	-	-	-	-	-	1,366	

EARNING PER ORDINARY SHARE

	Ref	Group		
		Final 2012	As announced 2012	Change
Earnings per ordinary share (EPS) for the financial year based on net profit attributable to the equity holders of the Company				
(i) Based on weighted average number of ordinary shares (in cents) - Weighted average number of shares	a	1.00 248,973,000	0.67 248,973,000	0.33 -
(ii) On a fully diluted basis (in cents) - Adjusted weighted average number of shares	a	1.00 248,973,000	0.67 248,973,000	0.33 -