

**Full Year 2013 Financial Statements and Dividend Announcement****UNAUDITED RESULTS FOR THE YEAR ENDED 31 DECEMBER 2013**

The Board of Directors of Gallant Venture Ltd announces the following unaudited results of the Group for the period ended 31 December 2013.

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

	GROUP					
	Quarter ended 31 Dec			YTD 31 Dec		
	4th Qtr 2013 S\$'000	Restated* 4th Qtr 2012 S\$'000	Incr/ (Decr) %	Full year 2013 S\$'000	Restated* Full year 2012 S\$'000	Incr/ (Decr) %
Revenue	576,825	64,879	789	1,854,748	204,229	808
Cost of sales	(466,378)	(39,870)	1,070	(1,584,052)	(160,824)	885
Gross profit	110,447	25,009	342	270,696	43,405	524
General and administrative expenses	(45,611)	(4,963)	819	(105,980)	(14,506)	631
Other operating expenses	(33,187)	(5,683)	484	(113,974)	(23,934)	376
Other income net of other expenses	31,293	589	N.M	81,872	5,189	1,478
Interest income	5,922	5,491	8	24,822	22,712	9
Finance costs	(28,760)	(4,516)	537	(75,208)	(18,531)	306
Exchange gain/(loss)	2,031	4,227	(52)	(3,808)	5,963	N.M
Share of associated company's profit	1,190	189	530	7,820	1,904	311
Profit before tax	43,325	20,343	113	86,240	22,202	288
Taxation	1,354	(3,452)	N.M	(16,043)	(12,430)	29
Profit after tax for the period	44,679	16,891	165	70,197	9,772	618
Profit/(loss) attributable to:						
Equity holders of the Company	40,438	17,216	135	47,462	11,190	324
Non-controlling interest	4,241	(325)	N.M	22,735	(1,418)	N.M
	44,679	16,891	165	70,197	9,772	618

* Restatement is due to the adoption of Revised FRS 19 Employee Benefits

N.M. denotes "Not Meaningful"

1(a)(ii). A statement of comprehensive income (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

	GROUP					
	Quarter ended 31 Dec			YTD 31 Dec		
	4th Qtr	Restated*	Incr/	Full year	Restated*	Incr/
	2013	4th Qtr	(Decr)	2013	Full year	(Decr)
	S\$'000	2012	%	S\$'000	2012	%
Profit for the period / year	44,679	16,891	166	70,197	9,772	618
Other comprehensive income/(expenses):						
<u>Items that are/may be reclassified subsequently to profit or loss</u>						
Net changes in available-for sales investment	6,429	-	N.M	(7,191)	-	N.M
Net changes in derivative instrument – net of tax	2,341	-	N.M	7,454	-	N.M
Foreign currency translation	(23,525)	(90)	N.M	(106,237)	(771)	N.M
Part of other comprehensive income from associate	3	-	N.M	3	-	N.M
<u>Items that will not be reclassified subsequently to profit or loss</u>						
Actuarial gains or(losses) arising during the period	1,279	(2,511)	N.M	1,279	(2,511)	N.M
Other comprehensive expenses	(13,473)	(2,601)	418	(104,692)	(3,282)	N.M
Total comprehensive income/(expenses)	31,206	14,290	118	(34,495)	6,490	N.M
Attributable to:						
Equity holders of the Company	27,298	14,630	87	(20,854)	7,948	N.M
Non-controlling interest	3,908	(340)	N.M	(13,641)	(1,458)	836
	31,206	14,290	118	(34,495)	6,490	N.M

1(a)(iii). Profit before taxation is arrived at after charging/(crediting) the following significant items.

	Group			
	Quarter ended 31 Dec		YTD 31 Dec	
	4th Qtr	4th Qtr	Full year	Full year
	2013	2012	2013	2012
	S\$'000	S\$'000	S\$'000	S\$'000
Amortisation of intangible assets	17	22	58	176
Depreciation of property, plant and equipment	12,764	7,624	45,362	31,051
Depreciation of investment properties	5,633	5,645	22,491	22,458
(Gain)/loss on sale of property, plant and equipment	4,060	754	(26,266)	458
(Reversal)/allowance for impairment loss on trade receivables	(5,301)	564	(5,301)	564
Allowance for inventories obsolescence	170	-	170	-

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	
	31.12.13	Restated*	Restated	31.12.13	31.12.12
	S\$'000	31.12.12	01.01.12	S\$'000	S\$'000
		S\$'000	S\$'000		
Non-current assets					
Intangible assets	1,269,162	3,275	1,344	379	-
Property, plant and equipment	603,671	283,794	307,665	48	95
Investment properties	186,491	207,280	232,437	-	-
Financing receivable	346,477	-	-	-	-
Subsidiaries	-	-	-	2,557,260	1,207,642
Associated companies	193,436	17,196	15,454	-	-
Deferred tax assets	34,780	3,979	4,198	1,344	-
Loan receivables	47,500	47,500	47,500	-	-
Notes receivables	260,683	260,459	279,556	6,343	6,119
Other non-current assets	250,299	80,986	37,322	2,797	1,943
	<u>3,192,499</u>	<u>904,469</u>	<u>925,476</u>	<u>2,568,171</u>	<u>1,215,799</u>
Current assets					
Land inventories	597,092	585,796	569,681	-	-
Other inventories	478,534	11,320	10,860	-	-
Financing receivables	306,259	-	-	-	-
Trade and other receivables	474,415	58,332	44,993	121,295	124,485
Cash and bank balances	168,363	66,769	95,084	3,062	4,494
	<u>2,024,663</u>	<u>722,217</u>	<u>720,618</u>	<u>124,357</u>	<u>128,979</u>
Total assets	<u>5,217,162</u>	<u>1,626,686</u>	<u>1,646,094</u>	<u>2,692,528</u>	<u>1,344,778</u>
Non-current liabilities					
Deposits from tenants/golf membership	27,819	30,013	31,856	90	-
Employee benefits liabilities	21,647	11,894	8,930	-	-
Deferred tax liabilities	4,575	1,889	2,082	-	127
Other non-current liabilities	875	-	-	-	-
Loans and borrowings	898,558	211,933	177,509	494,888	-
Bond payables	342,817	-	-	84,124	-
	<u>1,296,291</u>	<u>255,729</u>	<u>220,377</u>	<u>579,102</u>	<u>127</u>
Current liabilities					
Trade and other payables	396,438	56,313	64,847	18,428	7,270
Current tax payable	16,689	3,399	2,974	595	24
Current portion of loans and borrowings	824,969	27,093	80,196	134,867	144,148
Bond payables	57,857	-	-	-	-
	<u>1,295,953</u>	<u>86,805</u>	<u>148,017</u>	<u>153,890</u>	<u>151,442</u>
Total liabilities	<u>2,592,244</u>	<u>342,534</u>	<u>368,394</u>	<u>732,992</u>	<u>151,569</u>
Equity					
Share capital	1,880,154	1,207,642	1,207,642	1,880,154	1,207,642
Other reserves	16,288	(5,080)	(1,839)	80,000	-
Retained profits/(accumulated losses)	105,611	58,149	46,960	(618)	(14,433)
Equity attributable to equity holders of the Company	<u>2,002,053</u>	<u>1,260,711</u>	<u>1,252,763</u>	<u>1,959,536</u>	<u>1,193,209</u>
Non-controlling interest	<u>622,865</u>	<u>23,441</u>	<u>24,937</u>	<u>-</u>	<u>-</u>
Total equity	<u>2,624,918</u>	<u>1,284,152</u>	<u>1,277,700</u>	<u>1,959,536</u>	<u>1,193,209</u>
Total liabilities and equity	<u>5,217,162</u>	<u>1,626,686</u>	<u>1,646,094</u>	<u>2,692,528</u>	<u>1,344,778</u>

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

	Group	
	31.12.13 S\$'000	31.12.12 S\$'000
(i) Amount payable in one year or less, or on demand		
Secured	690,439	25,061
Unsecured	198,531	2,032
	888,970	27,093
(ii) Amount repayable after one year		
Secured	1,149,901	203,756
Unsecured	85,330	8,177
	1,235,231	211,933
TOTAL	2,124,201	239,026

(iii) Details of any collaterals

The Group's borrowing and debt securities are secured with the followings:-

1. Mortgage of land titles over Batamindo Industrial Park;
2. Pledge of shares and accounts of PT Batamindo Investment Cakrawala ("PT BIC"); and
3. Assignment of insurance proceeds, receivables and equipment of PT BIC.
4. Pledge of shares of PT Indomobil Sukses Internasional Tbk ("IMAS").
5. PT Indomobil Sukses Internasional Tbk's borrowings and debt securities are secured by mortgage over land, inventories, accounts receivables, and bank accounts of its various subsidiaries in Indonesia.

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

	Group			
	Quarter ended		Full year ended	
		Restated*		Restated*
	4Q 2013 S\$'000	4Q 2012 S\$'000	31.12.13 S\$'000	31.12.12 S\$'000
Cash flows from operating activities				
Profit before taxation	43,325	20,343	86,240	22,202
Adjustments for:				
Amortisation of intangible assets	17	22	58	176
Depreciation of property, plant and equipment	12,764	7,624	45,362	31,051
Depreciation of investment properties	5,633	5,645	22,491	22,458
Net fair value loss on available for sales assets and derivatives	(2,843)	-	(4,882)	-
Currency translation difference	(215)	(101)	17,421	(1,418)
Provision for employee benefits	(5,225)	30	(3,509)	1,002
Provision for impairment loss on trade receivables	(5,301)	564	(5,301)	564
(Gain)/loss on sale of property, plant & equipment	4,060	754	(26,266)	458
Allowance for inventories obsolescence	170	-	170	-
Share of associated companies' profits	(1,190)	(189)	(7,820)	(1,904)
Interest expense	28,760	4,516	75,208	18,531
Interest income	(5,922)	(5,491)	(24,822)	(22,712)
Cash from operations before changes in working capital	74,033	33,717	174,350	70,408
Changes in working capital				
Decrease/(increase) in land inventories	2,961	(3,780)	(11,236)	(16,114)
Decrease/(increase) in other inventories	(72,977)	1,487	35,013	(459)
Decrease/(increase) in operating receivables	48,012	(14,431)	3,981	(15,710)
Increase/(decreased) in operating payables	27,800	6,554	57,680	(15,798)
Cash generated from operating activities	79,829	23,547	259,788	22,327
Income tax paid	(22,735)	(1,039)	(45,645)	(3,970)
Employee benefits paid	(5)	(79)	(287)	(316)
Interest paid	(44,049)	(4,515)	(91,877)	(19,580)
Interest received	265	206	2,017	902
Deposits refunded to from tenants/golf members	(425)	(1,245)	(2,194)	(1,844)
Net cash generated from/(used in) operating activities	12,880	16,875	121,802	(2,481)
Cash flows from investing activities				
Acquisition of intangible assets	(410)	(5)	(414)	(2,108)
Acquisition of property, plant and equipment	(24,471)	(3,780)	(90,410)	(13,321)
Acquisition of investment properties	-	1	-	(32)
Acquisition of subsidiaries, net of cash acquired (Note A)	-	-	(919,281)	55
Acquisition of other assets	(85,513)	-	(99,161)	-
Dividends from associated companies	90	60	4,454	120
Proceeds from sale of property, plant and equipment	8,173	1,667	54,652	3,951
Proceeds from sale of investment properties	-	(12)	-	4,175
Proceeds from issuance of right issue	-	-	675,495	-
Deposits received	-	(39)	-	44
Net cash used in investing activities	(102,131)	(2,108)	(374,665)	(7,116)

1(c). A cash flow statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year (cont'd)

	Group			
	Quarter ended		Full year ended	
	4Q 2013 S\$'000	4Q 2012 S\$'000	31.12.13 S\$'000	31.12.12 S\$'000
Cash flows from financing activities				
Subscription of convertible bond	-	-	80,000	-
Proceeds from other financing activities	(16,217)	-	31,806	-
Acquisition of non-controlling interests	(5,209)	-	(362,909)	-
Loan from financial institutions	83,920	(4,141)	608,501	243,353
Dividend paid to non-controlling interest	608	(2)	(2,941)	(39)
Repayment of bank loan	-	(3,021)	-	(262,032)
Net cash generated from/(used in) financing activities	63,102	(7,164)	354,457	(18,718)
Net increase/(decrease) in cash and cash equivalents	(26,149)	7,603	101,594	(28,315)
Cash and cash equivalents at beginning of period	194,512	59,166	66,769	95,084
Cash and cash equivalents at end of period	168,363	66,769	168,363	66,769

Note A: Acquisition of subsidiaries

During the period under review, the Group acquired IMAS and the carrying value of assets and liabilities acquired were as follows:

	Group			
	Quarter ended		Full year ended	
	4Q 2013 S\$'000	4Q 2012 S\$'000	31.12.13 S\$'000	31.12.12 S\$'000
Net assets acquired				
Total assets	-	-	2,320,844	3,937
Total liabilities	-	-	(1,580,550)	(3,707)
Non-controlling interest	-	-	(68,027)	-
Total identifiable net assets	-	-	672,267	230
Fair value adjustment	-	-	1,215,386	-
Total revised identifiable net assets	-	-	1,887,653	230
Less : Non-controlling interest at fair value	-	-	(899,467)	-
Consideration transferred for the business	-	-	988,186	230
Effect of the acquisition on cashflow:				
Cash consideration	-	-	988,186	230
Less: Cash balance in subsidiaries acquired	-	-	(68,905)	(285)
Cash (outflow) / inflow on acquisition	-	-	(919,281)	55

1(d)(i). A statement (for the issuer and group) showing either (i) all the 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.

Consolidated statement of changes in equity for the period ended 31 December 2013:

	Share Capital \$'000	Capital Reserve \$'000	Translation Reserve \$'000	Hedging Reserve \$'000	Fair Value Reserve \$'000	Other Reserves \$'000	Retained Earnings \$'000	Total \$'000	Non- controlling Interests \$'000	Total Equity \$'000
Balance as at 1 January 2012 as previously reported	1,207,642	-	(1,461)	-	-	-	46,960	1,253,141	24,975	1,278,116
Effect of amendment to FRS 19	-	-	-	-	-	(378)	-	(378)	(37)	(415)
Balance at 1 January 2012 as restated	1,207,642	-	(1,461)	-	-	(378)	46,960	1,252,763	24,938	1,277,701
Total comprehensive expenses for the period	-	-	(656)	-	-	-	(6,026)	(6,682)	(1,118)	(7,800)
Balance as at 30 September 2012	1,207,642	-	(2,117)	-	-	(378)	40,934	1,246,081	23,820	1,269,901
Total comprehensive (expenses)/income for the period	-	-	(125)	-	-	-	17,108	16,983	(306)	16,677
Dividend paid to non-controlling interest	-	-	-	-	-	-	-	-	(39)	(39)
Effect of amendment to FRS 19	-	-	-	-	-	(2,460)	107	(2,353)	(34)	(2,387)
Balance at 31 December 2012	1,207,642	-	(2,242)	-	-	(2,838)	58,149	1,260,711	23,441	1,284,152
Balance as at 1 January 2013 as restated	1,207,642	-	(2,242)	-	-	(2,838)	58,149	1,260,711	23,441	1,284,152
Issue of new shares	675,495	-	-	-	-	-	-	675,495	-	675,495
Issue of convertible bond - equity component	-	80,000	-	-	-	-	-	80,000	-	80,000
Acquisition of subsidiary with non-controlling interests	-	-	-	-	-	-	-	-	962,413	962,413
Changes in interest in subsidiaries and effect of transaction with non-controlling interest	-	-	-	-	-	338	-	338	(358,024)	(357,686)
Dividend paid	-	-	-	-	-	-	-	-	(3,547)	(3,547)
Total comprehensive (expenses)/income for the period	-	-	(48,707)	2,999	(9,468)	-	7,024	(48,152)	(17,227)	(65,379)
Balance as at 30 September 2013	1,883,137	80,000	(50,949)	2,999	(9,468)	(2,500)	65,173	1,968,392	607,056	2,575,448

1(d)(i). *A statement (for the issuer and group) showing either (i) all the 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 (cont'd)*

Consolidated statement of changes in equity for the period ended 31 December 2013:

	Share Capital	Capital Reserve	Translation Reserve	Hedging Reserve	Fair Value Reserve	Other Reserves	Retained Earnings	Total	Non- controlling Interests	Total Equity
Share issue expenses	(2,983)	-	-	-	-	-	-	(2,983)	-	(2,983)
Changes in interest in subsidiaries and effect of transaction with non-controlling interest		1,711				7,635	-	9,346	11,928	21,274
Dividend paid	-	-	-	-	-	-	-	-	(27)	(27)
Total comprehensive (expenses)/income for the period			(21,692)	2,146	5,201	1,205	40,438	27,298	3,908	31,206
Balance as at 31 December 2013	1,880,154	81,711	(72,641)	5,145	(4,267)	6,340	105,611	2,002,053	622,865	2,624,918

Statement of changes in equity of the Company for the period ended 31 December 2013:

	Share Capital S\$'000	Capital reserve S\$'000	(Accumulated losses)/retained profits S\$'000	Total S\$'000
Balance as at 1 January 2012	1,207,642	-	(9,034)	1,198,608
Total comprehensive loss for the period	-	-	(6,469)	(6,469)
Balance as at 30 September 2012	1,207,642	-	(15,503)	1,192,139
Total comprehensive income for the period	-	-	1,070	1,070
Balance as at 31 December 2012	1,207,642	-	(14,433)	1,193,209
Balance as at 1 January 2013	1,207,642	-	(14,433)	1,193,209
Issue of convertible bond – equity component	-	80,000	-	80,000
Issue of new shares	675,495	-	-	675,495
Total comprehensive income for the period	-	-	12,320	12,320
Balance as at 30 September 2013	1,883,137	80,000	(2,113)	1,961,024
Share issue expenses	(2,983)	-	-	(2,983)
Total comprehensive income for the period	-	-	1,495	1,495
Balance as at 31 December 2013	1,880,154	80,000	(618)	1,959,536

- 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 issue of equity securities, issue of shares for cash or 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 end of the current financial period reported on and as at end of the corresponding period of the immediately preceding financial year.**

Shares to be issued upon exercise of conversion right of convertible bond:-

The details are as follows:

	As at 31 Dec 2013	As at 31 Dec 2012
Conversion right of convertible bond	250,000,000	-

- 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.**

The total number of issued shares excluding treasury shares as at 31 December 2013 and 31 December 2012 were 4,824,965,112 and 2,412,482,556 respectively. The company does not hold any treasury shares as at 31 December 2013 and 31 December 2012.

- 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.**

None.

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

The financial statements have not been audited or reviewed by the auditor.

- 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 Group has applied accounting policies and methods of computation in the financial statements for the current reporting period consistent with those of the audited financial statements as at 31 December 2012 except for the adoption of the Financial Reporting Standards (FRS) and INT FRS that are mandatory for financial years beginning on or after 1 January 2013. The adoption of these FRS and INT FRS has no significant impact on the financial statements in the period of initial application except for the following adoption which is relevant to the Group:

Revised FRS 19 – Employee Benefits

The revised standard requires the assumed return on plan assets recognised in the profit and loss to be the same as the rate used to discount the defined benefit obligation. It also requires actuarial gains and losses to be recognised immediately in other comprehensive income and past service costs immediately in profit or loss. The adoption of revised FRS 19 has been accounted for

retrospectively and the comparative financial statements have been restated. The effect of the adoption of revised FRS 19 does not have a significant impact on the results of the Group.

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 reason for, and the effect of, the change.***

Per indicated in Note 4 above.

6. ***Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding year, after deducting any provision for the preference dividends; (a) Based on weighted average number of shares and (b) On a fully diluted basis (detailing any adjustments made to the earnings)***

Earnings/(loss) per ordinary share for the period based on profit attributable to equity holders of the company:

	Group			
	4th Quarter 2013	4th Quarter 2012 Restated*	Full year 2013	Full year 2012 Restated*
Net profit attributable to equity owners of the Company (S\$'000)	40,438	17,216	47,462	11,190
(i) Based on the weighted average number of ordinary shares on issue (cents)	0.838	0.714	1.180	0.464
(ii) On a fully diluted basis (cents)	0.797	0.714	1.133	0.464

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.***

	Group		Company	
	31.12.13	31.12.12 Restated*	31.12.13	31.12.12
Net asset value per ordinary share	41.49 cents	52.26 cents	40.61 cents	49.46 cents

The net asset value per ordinary share is calculated using the Group's net assets value as at end of each period divided by the share capital of 4,824,965,112 ordinary shares as at 31 December 2013 (31 December 2012 : 2,412,482,556 ordinary 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 (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.***

4th Quarter 2013 (4Q 2013) vs. 4th Quarter 2012 (4Q 2012)

Inclusion of results of company acquired by the Group: The 4Q 2013 results included consolidation of PT Indomobil Sukses Internasional Tbk's ("IMAS") from 2 May 2013. In August 2013, the Group acquired an additional 19.14% in IMAS in accordance with the Indonesia Regulation by the way of Mandatory Tender Offer ("MTO"), increasing its ownership from 52.35% to 71.49%. IMAS is the

second largest integrated vehicle assembly, distribution, sales and finance company in Indonesia, carrying brands such as Nissan, Volvo, Suzuki, Hino, Audi and Volkswagen. As the 4Q 2012 results did not contain the consolidation impact of the acquisition, the consolidated results for 4Q 2013 are not strictly comparable to the 4Q 2012's.

Profit & Loss Statement

As a result of the IMAS acquisition and recognition of Resorts land sales, the Group's 4Q 2013 revenue was S\$576.8 million, significantly higher than 4Q 2012's S\$64.9 million. Higher revenue was mainly due to consolidation of IMAS's revenue of approximately S\$479.0 million and recognition of resorts land sale of S\$54.8 million while other business segments registered weaker sales:

- Lower industrial park rental revenue of S\$9.5 million in 4Q 2013 as compared to S\$9.6 million in 4Q 2012. This was mainly due to lower rental rates and drop in occupancy as compared to the previous period;
- Marginally lower utilities revenue of S\$27.1 million in 4Q 2013 as compared to S\$27.0 million in 4Q 2012 was mainly due to lower power consumptions in the Bintan Resorts; and
- Lower resorts revenue of S\$5.3 million in 4Q 2013 as compared to S\$5.6 million in 4Q 2012 and was mainly due to lower tourist arrivals into Bintan and increased competition in ferry services from the Singapore-Bintan Resorts route.

The Group's cost of sales increased from S\$39.9 million in 4Q 2012 to 4Q 2013's S\$466.4 million which included IMAS' cost of sales of approximately S\$421.6 million and cost related to resorts land sales amounted to S\$8.1 million. Accordingly, the Group reported higher gross profit of S\$110.4 million in 4Q 2013 as compared with S\$25.0 million in 4Q 2012.

The Group's 4Q 2013 "general and administrative expenses" was S\$45.6 million as compared to 4Q 2012's S\$5.0 million which included IMAS's S\$33.1 million. Excluding IMAS, the "general and administrative expenses" increased by S\$7.5 million and was mainly due to the professional fee incurred for the IMAS acquisition.

The Group's 4Q 2013 "other operating expenses" was S\$33.2 million as compared to 4Q 2012's S\$5.7 million which included IMAS's S\$27.5 million.

"Other income net of other expenses" of S\$31.3 million in 4Q 2013 was higher than 4Q 2012's S\$0.6 million which included IMAS's contribution of approximately S\$6.3 million. Excluding IMAS, the increase was mainly due to gain on present value of a 5 years straight bond.

The Group's 4Q 2013 "finance costs" was S\$28.8 million as compared to 4Q 2012's S\$4.5 million which included IMAS's S\$16.2 million. Excluding IMAS, the finance cost increased by S\$8.1 million and was mainly due to increased interest expenses to fund the IMAS acquisition.

The Group's 4Q 2013 "share of associate's profit" was S\$1.2 million profit as compared to 4Q 2012's S\$0.2 million. This was mainly due to share of IMAS associates' results of approximately S\$1.1 million in 4Q 2013.

With above, the Group's net profit attributable to shareholders was S\$40.4 million as compared to 4Q 2012's S\$17.2 million.

12 months 2013 (FY2013) vs. 12 months 2012 (FY2012)

Inclusion of results of company acquired by the Group: The YTD Dec 2013 results included consolidation of IMAS from 2 May 2013. As the corresponding YTD Dec 2012 results did not contain the consolidation impact of the acquisition, the consolidated results for YTD Dec 2013 are not strictly comparable to YTD Dec 2012's.

Profit & Loss Statement

As a result of the IMAS acquisition, the Group's YTD Dec 2013 revenue was S\$1,854.7 million, significantly higher than YTD Dec 2012's S\$204.2 million. Higher revenue was mainly due

consolidation of IMAS's S\$1,629.8 million and recognition of resorts land sales of S\$55.5 million as compared to S\$31.5 million in YTD Dec 2012. Other business segments registered lower revenue:

- Lower industrial park rental revenue of S\$38.1 million in YTD Dec 2013 as compared to S\$39.0 million in YTD Dec 2012 as a result of lower rental rates and reduction in dormitory occupancy rate;
- Lower utilities revenue of S\$108.1 million in YTD Dec 2013 as compared to S\$110.5 million in YTD Dec 2012 and was mainly due to decreased power demand from the industrial parks' tenants and resort operators;
- Lower resorts revenue of S\$20.8 million in YTD Dec 2013 as compared to S\$23.2 million in YTD Dec 2012 and was mainly due to lower tourist arrivals into Bintan and increased ferry service competitive in the Singapore-Bintan Resorts route.

Including IMAS's cost of sales of S\$1,428.2 million, the Group's cost of sales increased from S\$160.8 million in YTD Dec 2012 to YTD Dec 2013's S\$1,584.1 million. The utilities and industrial park cost of sales reduced by S\$5.3 million and S\$7.1 million respectively as a result from lower power generations and absence of factory and industrial land sales. However, the property segment reported higher cost of sales of S\$8.2 million from the recognition of the land sales. Consequentially, the Group reported higher gross profit of S\$270.7 million in YTD Dec 2013 as compared to YTD Dec 2012's S\$43.4 million.

The Group's YTD Dec 2013's "general and administrative expenses" was S\$106.0 million as compared to YTD Dec 2012's S\$14.5 million which included IMAS's S\$83.7 million. Excluding IMAS, the "general and administrative expenses" increased by S\$7.8 million and was mainly due to the professional fee incurred for the IMAS acquisition.

The Group's YTD Dec 2013's "other operating expenses" was S\$114.0 million as compared to YTD Dec 2012's S\$24.0 million and the increase was mainly due to consolidation of IMAS's expenses of approximately S\$91.8 million.

"Other income net of other expenses" of S\$81.9 million in YTD Dec 2013 was higher than YTD Dec 2012's S\$5.2 million and was mainly due to IMAS's contribution of approximately S\$54.6 million and gain on present value of a 5 years straight bond.

The Group's YTD Dec 2013 "finance costs" was S\$75.2 million as compared to YTD Dec 2012's S\$18.5 million which included IMAS's S\$43.5 million. Excluding IMAS, the finance cost increased by S\$13.2 million and was mainly due to the financing for the IMAS acquisition.

The Group's "Share of associate's profit" of S\$7.8 million was higher than YTD Dec 2012's S\$1.9 million. This was mainly due to contributions from IMAS's associates of S\$7.7 million.

With above, the Group's net profit attributable to shareholders was S\$47.5 million as compared to YTD Dec 2012's S\$11.2 million.

Balance Sheet

The Group's property, plant and equipment and investment properties were higher than FY2012 because of consolidation of IMAS's assets.

The Group's cash and bank balances as at Dec 2013 were S\$168.4 million, representing S\$101.6 million increase from FY2012's S\$66.8 million. The increase was mainly due to the consolidation of IMAS. The Group's borrowing and debts as at Dec 2013 were S\$2.1 billion. Excluding IMAS, the Group's borrowing and debts were \$820.6 million as compared FY2012's S\$239.0 million and the increase was mainly due to borrowings to finance the IMAS acquisition. Of the total debt of S\$2.1 billion, S\$654.8 million relates to IMAS' finance related business.

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.

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 Industrial Park and utilities business have yet to fully recover from the last global crisis. Industrial Park related businesses remain challenging and electricity consumption remains depressed. With increasing labour cost, high fuel cost and potential surcharge on gas purchases, the Industrial Parks' and Utilities' margin will be impacted. The Group remains cautious of weakening Indonesian Rupiah, potentially higher interest rate and generally slowing down in manufacturing activities. However, with significant land sales from the property development, the Group is confident of better performance in the future.

Notwithstanding the weak Indonesian Rupiah, IMAS is a significant profit contributor to the Group and the Group looks forward to its low cost green cars initiative.

11. If a decision regarding dividend has been made.

Not applicable.

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

No dividend has been declared (recommended) for the quarter ended 31 December 2013.

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

Group	Industrial Park		Utilities		Resort operations		Property development		Automotive		Corporate		Total	
	FY2013 S\$'000	FY2012 S\$'000	FY2013 S\$'000	FY2012 S\$'000	FY2013 S\$'000	FY2012 S\$'000	FY2013 S\$'000	FY2012 S\$'000	FY2013 S\$'000	FY2012 S\$'000	FY2013 S\$'000	FY2012 S\$'000	FY2013 S\$'000	FY2012 S\$'000
													Restated*	
OPERATING REVENUE														
Total sales	40,537	67,666	108,116	110,496	20,790	23,209	55,540	2,858	1,629,765	-	-	-	1,854,748	204,229
SEGMENT RESULTS														
Segment results	(3,689)	16,031	17,785	19,907	(8,444)	(7,252)	40,325	1,067	91,515	-	23,956	10,980	161,448	40,733
Finance costs													(75,208)	(18,531)
Profit before taxation													86,240	22,202
Taxation													(16,043)	(12,430)
Profit for the year before minority interest													70,197	9,772
Attributable to:														
Equity holders of the company													47,462	11,190
Non-controlling interests													22,735	(1,418)
													70,197	9,772

Note:

IMAS is considered as one operating segment and is organised into automotive segment because the decisions for resource allocation and performance assessment are made directly by the board of IMAS, taking into account the opinion of the GV Board. There is no comparative for automotive segment for FY 2012 as IMAS was only acquired in 2 May 2013.

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

Industrial Parks. Lower industrial parks revenue was mainly due to absence of factory and industrial land sales. Accordingly, the industrial park segmental was S\$3.7 million loss as compared to profit of S\$16.0 million in FY2012.

Utilities. Lower utilities revenue was mainly due to decreased demand from industrial park's tenants. However, this segment registered improved margin due to lower fuel consumptions and lower operating expenses.

Resort Operations. Resorts segment registered higher loss and was mainly due to lower profit from its ferry operations. This was mainly due to higher docking charges for urgent repairs to the ferries. In FY2013, segmental loss from resorts segment was S\$8.4 million as compared to FY2012's S\$7.3 million.

Property Development. In FY2013, our Property Development business recognised S\$55.5 million of resorts land sales, as compared to S\$2.9 million in FY2012. Accordingly, segmental profit of property development segment increased from S\$1.1 million in FY2012 to S\$40.3 million in FY2013.

Automotive. The automotive segmental profit of S\$91.5 million was contribution from consolidation of IMAS which with effect from 2 May 2013.

15. A breakdown of sales as follows:

The breakdown of sales of the Group is as follows:

	GROUP		
	Full year 2013 S\$'000	Restated* Full year 2012 S\$'000	+ / (-) %
(a) Revenue reported for the first half year	600,655	95,011	532
(b) Profit /(loss) after tax before non-controlling interest reported for the first half year	18,953	(6,059)	N.M.
(c) Revenue reported for second half year	1,254,093	109,218	1,048
(d) Profit after tax before non-controlling interest reported for second half year	51,244	15,831	224

16. A breakdown of the total annual dividends (in dollar value) for the issuer's latest full year and its previous full year as follows:- (a) Ordinary, (b) Preference, and (c) Total

Not applicable.

17. Pursuant to Rule 920 of the SGX-ST Listing Manual, details of the aggregate value of the interested person transactions transacted.

The aggregate value of the interested person transactions for the financial period ended 31 December 2013 was as follows:

Name of interested person	Aggregate value of all interested person transactions during the period under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)
	S\$'000	S\$'000
PURCHASES		
PT Adhya Tirta Batam Purchases of treated water		823
PT Asuransi Central Asia Purchase of insurance		663
SALES		
PT Alam Indah Bintan Sales		(2,913)
PT Straits CM Village Sales		(2,690)
PT. Wolfsburg Auto Indonesia Sales		(460)
PT Indofood Sukses Makmur Sales		(496)
PT Indomarco Prismatama Sales		(340)
PT. PP London Sumatra Indonesia Sales		(264)
CONVERTIBLE BOND		
PT Alam Indah Bintan Interest income Extension on convertible bond	(2,363) (47,500)	

18. Report of persons occupying managerial positions who are related to a Director, CEO or Substantial Shareholder

Pursuant to Rule 704(13) of the Listing Manual of the Singapore Exchange Securities Trading Limited, we confirm that none of the persons occupying managerial positions in Gallant Venture Ltd (the "Company") or any of its principal subsidiaries is a relative of a director or chief executive officer or substantial shareholder of the Company.

BY THE ORDER OF THE BOARD

CHOO KOK KIONG
COMPANY SECRETARY
28 February 2014