



Third Quarter 2013 Financial Statements and Dividend Announcement

UNAUDITED RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2013

The Board of Directors of Gallant Venture Ltd announces the following unaudited results of the Group for the period ended 30 September 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 30 Sep			YTD 30 Sep		
	3rd Qtr 2013 S\$'000	3rd Qtr 2012 S\$'000	Incr/ (Decr) %	9 months 2013 S\$'000	9 months 2012 S\$'000	Incr/ (Decr) %
Revenue	677,268	44,339	1,427	1,277,923	139,350	817
Cost of sales	(591,766)	(37,792)	1,466	(1,117,674)	(120,954)	824
Gross profit	85,502	6,547	1,206	160,249	18,396	771
General and administrative expenses	(33,578)	(3,140)	969	(60,369)	(9,543)	533
Other operating expenses	(45,849)	(6,079)	654	(80,787)	(18,251)	343
Other income net of other expenses	29,339	3,538	729	50,579	4,600	1,000
Interest income	6,544	5,528	18	18,900	17,221	10
Finance costs	(26,745)	(4,738)	464	(46,448)	(14,015)	231
Exchange loss	(3,946)	2,769	N.M	(5,839)	1,736	N.M
Share of associated company's profit	2,803	(1,594)	N.M	6,630	1,715	287
Profit/(loss) before tax	14,070	2,831	397	42,915	1,859	2,208
Taxation	(7,505)	(3,891)	93	(17,397)	(8,978)	94
Profit/(loss) after tax for the period	6,565	(1,060)	N.M	25,518	(7,119)	N.M
Other comprehensive income:						
Net changes in available-for-sales financial asset	(9,169)	-	N.M	(13,620)	-	N.M
Net changes in derivative instrument – net of tax	6,661	-	N.M	5,113	-	N.M
Foreign currency translation	(88,730)	(349)	N.M	(82,712)	(681)	N.M
Other comprehensive loss for the period	(91,238)	(349)	N.M	(91,219)	(681)	N.M
TOTAL COMPREHENSIVE PROFIT/(LOSS) FOR THE PERIOD	(84,673)	(1,409)	N.M	(65,701)	(7,800)	742
Profit/(loss) attributable to:						
Equity holders of the Company	1,806	(710)	N.M	7,024	(6,026)	N.M
Non-controlling interest	4,759	(350)	N.M	18,493	(1,093)	N.M
	6,565	(1,060)	N.M	25,517	(7,119)	N.M
Total comprehensive income/(loss) attributable to:						
Equity holders of the Company	(53,050)	(1,004)	N.M	(48,151)	(6,682)	621
Non-controlling Interests	(31,623)	(405)	N.M	(17,550)	(1,118)	1,470
	(84,673)	(1,409)	N.M	(65,701)	(7,800)	742

N.M. denotes "Not Meaningful"

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

	Group			
	Quarter ended 30 Sep		YTD 30 Sep	
	3rd Qtr	3rd Qtr	9 months	9 months
	2013	2012	2013	2012
	S\$'000	S\$'000	S\$'000	S\$'000
Amortisation of intangible assets	28	30	41	154
Depreciation of property, plant and equipment	18,086	7,669	32,598	23,427
Depreciation of investment properties	11,246	5,516	16,858	16,813
Gain on sale of property, plant and equipment	(18,607)	(3)	(30,326)	(296)

1(b)(i). *A balance sheet (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.*

	Group		Company	
	30.09.13 S\$'000	31.12.12 S\$'000	30.09.13 S\$'000	31.12.12 S\$'000
Non-current assets				
Intangible assets	1,268,770	3,275	4	-
Property, plant and equipment	601,984	283,794	61	95
Investment properties	191,997	207,280	-	-
Financing receivable	482,136	-	-	-
Subsidiaries	-	-	2,557,026	1,207,642
Associated companies	289,743	17,196	-	-
Deferred tax assets	25,549	3,309	-	-
Loan receivables	47,500	47,500	-	-
Notes receivables	260,623	260,459	6,283	6,119
Other non-current assets	152,404	80,986	2,594	1,943
	<u>3,320,706</u>	<u>903,799</u>	<u>2,565,968</u>	<u>1,215,799</u>
Current assets				
Land inventories	600,053	585,796	-	-
Other inventories	405,727	11,320	-	-
Financing receivables	97,042	-	-	-
Trade and other receivables	475,040	58,332	138,030	124,485
Cash and bank balances	194,512	66,769	8,699	4,494
	<u>1,772,374</u>	<u>722,217</u>	<u>146,729</u>	<u>128,979</u>
Total assets	<u>5,093,080</u>	<u>1,626,016</u>	<u>2,712,697</u>	<u>1,344,778</u>
Non-current liabilities				
Deposits from tenants/golf membership	28,243	30,013	84	-
Employee benefits liabilities	19,391	8,359	-	-
Deferred tax liabilities	4,298	1,953	127	127
Other non-current liabilities	1,532	-	-	-
Loans and borrowings	992,045	211,933	109,774	-
Bond payables	400,393	-	104,703	-
	<u>1,445,902</u>	<u>252,258</u>	<u>214,688</u>	<u>127</u>
Current liabilities				
Trade and other payables	380,591	56,312	8,607	7,270
Current tax payable	27,261	3,399	17	24
Current portion of loans and borrowings	649,543	27,093	528,361	144,148
Bond payables	11,534	-	-	-
	<u>1,068,929</u>	<u>86,804</u>	<u>536,985</u>	<u>151,442</u>
Total liabilities	<u>2,514,831</u>	<u>339,062</u>	<u>751,673</u>	<u>151,569</u>
Equity				
Share capital	1,883,137	1,207,642	1,883,137	1,207,642
Other reserves	22,919	(2,242)	80,000	-
Retained profits/(accumulated losses)	65,066	58,042	(2,113)	(14,433)
Equity attributable to equity holders of the Company	<u>1,971,122</u>	<u>1,263,442</u>	<u>1,961,024</u>	<u>1,193,209</u>
Non-controlling interest	<u>607,127</u>	<u>23,512</u>	<u>-</u>	<u>-</u>
Total equity	<u>2,578,249</u>	<u>1,286,954</u>	<u>1,961,024</u>	<u>1,193,209</u>
Total liabilities and equity	<u>5,093,080</u>	<u>1,626,016</u>	<u>2,712,697</u>	<u>1,344,778</u>

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

	Group	
	30.09.13 S\$'000	31.12.12 S\$'000
(i) Amount payable in one year or less, or on demand		
Secured	566,483	25,061
Unsecured	94,594	2,032
	661,077	27,093
(ii) Amount repayable after one year		
Secured	1,168,047	203,756
Unsecured	224,391	8,177
	1,392,438	211,933
TOTAL	2,053,515	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	
	30.09.13 S\$'000	30.09.12 S\$'000
Cash flows from operating activities		
Profit before taxation	42,915	1,859
Adjustments for:		
Amortisation of intangible assets	41	154
Depreciation of property, plant and equipment	32,598	23,427
Depreciation of investment properties	16,858	16,813
Net fair value loss on available for sales assets and derivatives	(2,039)	-
Currency translation difference	17,636	(1,317)
Provision for employee benefits	1,716	972
Gain on sale of property, plant & equipment	(30,326)	(296)
Share of associated companies' profits	(6,630)	(1,715)
Interest expense	46,448	14,015
Interest income	(18,900)	(17,221)
Cash from operations before changes in working capital	100,317	36,691
Changes in working capital		
Increase in land inventories	(14,197)	(12,334)
Decrease/(increase) in other inventories	107,990	(1,946)
Increase in operating receivables	(44,031)	(1,279)
Increase/(decreased) in operating payables	29,880	(22,352)
Cash generated from/(used in) operating activities	179,959	(1,220)
Income tax paid	(22,910)	(2,931)
Employee benefits paid	(282)	(237)
Interest paid	(47,828)	(15,065)
Interest received	1,752	696
Deposits refunded to from tenants/golf members	(1,769)	(599)
Net cash generated from/(used in) operating activities	108,922	(19,356)
Cash flows from investing activities		
Acquisition of intangible assets	(4)	(2,103)
Acquisition of property, plant and equipment	(65,939)	(9,541)
Acquisition of investment properties	-	(33)
Acquisition of subsidiaries, net of cash acquired (Note A)	(919,281)	55
Acquisition of other assets	(13,648)	-
Dividends from associated companies	4,364	60
Proceeds from sale of property, plant and equipment	46,479	2,284
Proceeds from sale of investment properties	-	4,187
Proceeds from issuance of right issue	675,495	-
Deposits received	-	83
Net cash used in investing activities	(272,534)	(5,008)
Cash flows from financing activities		
Subscription of convertible bond	80,000	-
Proceeds from other financing activities	48,023	-
Acquisition of non-controlling interests	(357,700)	-
Loan from financial institutions	524,581	247,494
Dividend paid to non-controlling interest	(3,549)	(37)
Repayment of bank loan	-	(259,011)
Net cash generated from/(used in) financing activities	291,355	(11,554)
Net decrease in cash and cash equivalents	127,743	(35,918)
Cash and cash equivalents at beginning of period	66,769	95,084
Cash and cash equivalents at end of period	194,512	59,166

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:

	30.09.2013 S\$'000	30.09.2012 S\$'000
Net assets acquired		
Total assets	2,320,844	3,632
Total liabilities	(1,580,550)	(3,632)
Non-controlling interest	(68,027)	-
Total identifiable net assets	<u>672,267</u>	<u>-</u>
Fair value adjustment	1,215,386	-
Total revised identifiable net assets	<u>1,887,653</u>	<u>-</u>
Less : Non-controlling interest at fair value	(899,467)	-
Consideration transferred for the business	<u>988,186</u>	<u>-</u>
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	<u>(919,281)</u>	<u>55</u>

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 30 September 2013:

	Share capital	Premium on share capital	Differences arising from changes in equity of subsidiaries and effect of transactions with non-controlling interest	Translation reserves	Net changes in Fair value of available-for-sales investment	Net changes in Fair value of derivative Instruments – net of tax	Equity component of convertible bond	Retained profits	Attributable to equity holders of the Company	Non-controlling Interest	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance as at 1 January 2012	1,207,642	-	-	(1,461)	-	-	-	46,960	1,253,141	24,975	1,278,116
Total comprehensive loss for the period	-	-	-	(362)	-	-	-	(5,316)	(5,678)	(713)	(6,391)
Balance as at 30 June 2012	1,207,642	-	-	(1,823)	-	-	-	41,644	1,247,463	24,262	1,271,725
Total comprehensive loss for the period	-	-	-	(294)	-	-	-	(710)	(1,004)	(405)	(1,409)
Balance as 30 September 2012	1,207,642	-	-	(2,117)	-	-	-	40,934	1,246,459	23,857	1,270,316
Balance as at 1 January 2013	1,207,642	-	-	(2,242)	-	-	-	58,042	1,263,442	23,512	1,286,954
Convertible bond – equity component	-	-	-	-	-	-	80,000	-	80,000	-	80,000
Issue of new shares	675,495	-	-	-	-	-	-	-	675,495	-	675,495
Premium on share capital	-	26	-	-	-	-	-	-	26	-	26
Differences arising from changes in equity and effects of transaction with non-controlling interest	-	-	(32)	-	-	-	-	-	(32)	-	(32)
Acquisition of a subsidiary	-	-	-	-	-	-	-	-	-	962,413	962,413
Dividend paid	-	-	-	-	-	-	-	-	-	(4,873)	(4,873)
Addition /(deduction) to company non-controlling interest	-	-	-	-	-	-	-	-	-	(194)	(194)
Total comprehensive income /(loss) for the period	-	-	-	2,727	(2,397)	(650)	-	5,218	4,898	14,396	19,294
Balance as at 30 June 2013	1,883,137	26	(32)	485	(2,397)	(650)	80,000	63,260	2,023,829	995,254	3,019,083

	Share capital	Premium on share capital	Differences arising from changes in equity of subsidiaries and effect of transactions with non-controlling interest	Translation reserves	Net changes in Fair value of available-for-sales investment	Net changes in Fair value of derivative Instruments – net of tax	Equity component of convertible bond	Retained profits	Attributable to equity holders of the Company	Non-controlling Interest	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Premium on share capital	-	(12)	-	-	-	-	-	-	(12)	-	(12)
Differences arising from changes in equity and effects of transaction with non-controlling interest	-	-	355	-	-	-	-	-	355	(39)	316
Dividend paid	-	-	-	-	-	-	-	-	-	1,326	1,326
Addition /(deduction) to company non-controlling interest	-	-	-	-	-	-	-	-	-	(357,791)	(357,791)
Total comprehensive income /(loss) for the period	-	-	-	(51,434)	(7,071)	3,649	-	1,806	(53,050)	(31,623)	(84,673)
Balance as 30 September 2013	1,883,137	14	323	(50,949)	(9,468)	2,999	80,000	65,066	1,971,122	607,127	2,578,249

Statement of changes in equity of the Company for the period ended 30 September 2013:

	Share Capital S\$'000	Equity component of convertible bond 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	-	-	(4,774)	(4,774)
Balance as at 30 June 2012	1,207,642	-	(13,808)	1,193,834
Total comprehensive loss for the period	-	-	(1,695)	(1,695)
Balance as at 30 September 2012	1,207,642	-	(15,503)	1,192,139
Balance as at 1 January 2013	1,207,642	-	(14,433)	1,193,209
Convertible bond – equity component	-	80,000	-	80,000
Issue of new shares	675,495	-	-	675,495
Total comprehensive loss for the period	-	-	(4,953)	(4,953)
Balance as at 30 June 2013	1,883,137	80,000	(19,386)	1,943,751
Total comprehensive loss for the period	-	-	17,273	17,273
Balance as at 30 September 2013	1,883,137	80,000	(2,113)	1,961,024

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 30 Sep 2013	As at 30 Sep 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 30 September 2013 and 30 September 2012 were 4,824,965,112 and 2,412,482,556 respectively. The company does not hold any treasury shares as at 30 September 2013 and 30 September 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.

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.

None.

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)**

	Group			
	3rd Quarter 2013	3rd Quarter 2012	9 months 2013	9 months 2012
Net profit (loss) attributable to equity owners of the Company (S\$'000)	1,806	(710)	7,024	(6,026)
(i) Based on the weighted average number of ordinary shares on issue (cents)	0.037	(0.029)	0.187	(0.250)
(ii) On a fully diluted basis (cents)	0.036	(0.029)	0.180	(0.250)

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	
	30.09.13	31.12.12	30.09.13	31.12.12
Net asset value per ordinary share	53.44 cents	52.37 cents	40.64 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 30 September 2013 (30 September 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.**

3rd Quarter 2013 (3Q 2013) vs. 3rd Quarter 2012 (3Q 2012)

Inclusion of results of company acquired by the Group: The 3Q 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 Volkswagon. As the 3Q 2012 results did not contain the consolidation impact of the acquisition, the consolidated results for 3Q 2013 are not strictly comparable to the 3Q 2012's.

Profit & Loss Statement

As a result of the IMAS acquisition, the Group's 3Q 2013 revenue was S\$677.3 million, significantly higher than 3Q 2012's S\$44.3 million. Higher revenue was mainly due to consolidation of IMAS's revenue of approximately S\$633.9 million and property development sales of S\$1.3 million while other business segments registered weaker sales:

- Lower rental revenue of S\$9.5 million in 3Q 2013 as compared to S\$9.8 million in 3Q 2012. This was mainly due to lower rental rates and drop in occupancy as compared to the previous period;
- Lower utilities revenue of S\$27.3 million in 3Q 2013 as compared to S\$28.6 million in 3Q 2012 was mainly due to lower power consumptions in the industrial parks; and
- Lower resorts revenue of S\$5.2 million in 3Q 2013 as compared to S\$5.9 million in 3Q 2012 and was mainly due to lower tourist arrivals into Bintan and increased competition in the Singapore-Bintan Resorts route.

The Group's cost of sales increased from S\$37.8 million in 3Q 2012 to 3Q 2013's S\$591.8 million which included IMAS' cost of sales of approximately S\$553.8 million. Excluding IMAS, resort cost of sales reduced by S\$0.3 million and was mainly due to lower operating cost for the ferries. Accordingly, the Group reported higher gross profit of S\$85.5 million in 3Q 2013 as compared with S\$6.5 million in 3Q 2012.

The Group's 3Q 2013 "general and administrative expenses" was S\$33.6 million as compared to 3Q 2012's S\$3.1 million which included IMAS's S\$30.1 million.

"Other income net of other expenses" of S\$29.3 million in 3Q 2013 was higher than 3Q 2012's S\$3.5 million and this was mainly due to IMAS's contribution of approximately S\$28.7 million.

The Group's 3Q 2013 "finance costs" was S\$26.7 million as compared to 3Q 2012's S\$4.7 million which included IMAS's S\$16.4 million. Excluding IMAS, the finance cost increased by S\$5.6 million and was mainly due to increased interest expenses to fund the IMAS acquisition.

The Group's 3Q 2013 "share of associate's profit" was S\$2.8 million profit as compared to 3Q 2012's S\$1.6 million loss. This was mainly due to share of IMAS associates' results of approximately S\$2.8 million in 3Q 2013.

With above, the Group's net profit attributable to shareholders was S\$1.8 million as compared to 3Q 2012's S\$0.7 million loss.

9 months 2013 (YTD Sep 2013) vs. 9 months 2012 (YTD Sep 2013)

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

Profit & Loss Statement

As a result of the IMAS acquisition, the Group's YTD Sep 2013 revenue was S\$1,277.9 million, significantly higher than YTD Sep 2012's S\$139.4 million. Higher revenue was mainly due consolidation of IMAS's S\$1,150.7 million while other business segments registered lower revenue:

- Lower recognition of land and building sales of S\$2.0 million in YTD Sep 2013 as compared to YTD Sep 2012's S\$8.8 million;
- Lower rental revenue of S\$28.6 million in YTD Sep 2013 as compared to S\$29.4 million in YTD Sep 2012 as a result of lower rental rates (5% reduction) and reduction in dormitory occupancy rate;
- Lower utilities revenue of S\$81.0 million in YTD Sep 2013 as compared to S\$83.5 million in YTD Sep 2012 and was mainly due to decreased power demand from the industrial parks' tenants and resort operators;
- Lower resorts revenue of S\$15.5 million in YTD Sep 2013 as compared to S\$17.6 million in YTD Sep 2012 and was mainly due to lower tourist arrivals into Bintan and increased competitive for the Singapore-Bintan Resorts route.

Including IMAS's cost of sales of S\$1,006.7 million, the Group's cost of sales increased from S\$120.9 million in YTD Sep 2012 to YTD Sep 2013's S\$1,117.7 million. The utilities' cost of sales reduced by

S\$5.0 million as a result from lower power generations. Consequentially, the Group reported higher gross profit of S\$160.2 million in YTD Sep 2013 as compared to YTD 2012's S\$18.4 million.

The Group's YTD Sep 2013's "general and administrative expenses" was S\$60.4 million as compared to YTD Sep 2012's S\$9.5 million and the increase was mainly due to consolidation of IMAS's expenses of approximately of S\$50.6 million.

"Other income net of other expenses" of S\$50.6 million in YTD Sep 2013 was higher than YTD Sep 2012's S\$4.6 million and was mainly due to IMAS's contribution of approximately S\$48.4 million.

The Group's YTD Sep 2013 "finance costs" was S\$46.4 million as compared to YTD Sep 2012's S\$14.0 million which included IMAS's S\$27.3 million. Excluding IMAS, the finance cost increased by S\$5.6 million and was mainly due to the financing for the acquisition of IMAS.

The Group's "Share of associate's profit" of S\$6.6 million was higher than YTD Sep 2012's S\$1.7 million. This was mainly due contributions from IMAS's associates and the group did not equity account PT SILO's contribution in YTD Sep 2013.

With above, the Group's net profit attributable to shareholders was S\$7.0 million as compared to YTD Sep 2012's S\$6.0 million loss.

Balance Sheet

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

The Group's cash and bank balances as at Sep 2013 were S\$194.5 million, representing S\$127.7 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 Sep 2013 were S\$2.1 billion. Excluding IMAS, the Group's borrowing and debts were \$846.6 million as compared FY2012's S\$239.0 million and the increase was mainly due to borrowings to finance the IMAS acquisition.

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 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 continues to pursue land sales and expects positive contributions from IMAS.

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 30 September 2013.

13. *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 30 September 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		636
SALES		
PT Alam Indah Bintang Sales		(2,232)
PT Straits CM Village Sales		(2,132)
PT. Wolfsburg Auto Indonesia Sales		(460)
PT Indofood Sukses Makmur Sales		(496)
PT Indomarco Prismaatama Sales		(340)
PT. PP London Sumatra Indonesia Sales		(264)
CONVERTIBLE BOND		
PT Alam Indah Bintang Interest income	(1,768)	

BY THE ORDER OF THE BOARD

CHOO KOK KIONG
COMPANY SECRETARY
01 November 2013

CONFIRMATION BY DIRECTORS PURSUANT TO RULE 705(5) OF THE LISTING MANUAL

We confirm on behalf of the Board of Directors of Gallant Venture Ltd., that, to the best of our knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited interim financial results of the Group and the Company for the Third Quarter Financial Statements for the period ended 30 September 2013 to be false or misleading in any material aspect.

Eugene Cho Park
CEO / Executive Director

Gianto Gunara
Executive Director

01 November 2013