



**UNITED ENVIROTECH LTD. (Company registration number: 200306466G)**

Listed companies must provide the information required by Appendix 7.2 of the Listing Manual. Adequate disclosure should be given to explain any material extraordinary item either as a footnote of the material extraordinary item or in the "Review of the performance of the group".

**Full Year Financial Statement & Dividend Announcement for the Year Ended 31 March 2015**

**PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS**

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

	Group 12 months ended 31/3/2015 \$'000	Group 12 months ended 31/3/2014 \$'000	% Increase/ (Decrease)
Revenue	348,982	202,342	72.5
Other income	23,427	3,816	513.9
Changes in inventories	12,817	67	19,029.9
Material purchased, consumables used and subcontractors' fees	(197,955)	(106,760)	85.4
Employee benefits expense	(24,992)	(14,488)	72.5
Depreciation and amortisation expenses	(13,127)	(6,234)	110.6
Other operating expenses	(41,571)	(33,822)	22.9
Finance costs	(28,953)	(17,632)	64.2
Share of profit of associates	-	1,776	N/m
Share of profit of joint venture	1,283	2,125	(39.6)
<b>Profit before income tax</b>	<b>79,911</b>	<b>31,190</b>	156.2
Income tax expense	(17,480)	(10,180)	71.7
<b>Net profit for the year</b>	<b>62,431</b>	<b>21,010</b>	197.1

	Group 12 months ended 31/3/2015 \$'000	Group 12 months ended 31/3/2014 \$'000	% Increase/ (Decrease)
<b>Statement of Comprehensive Income</b>			
<b>Profit for the year attributable to:</b>			
Owners of the Company	59,268	20,089	195.0
Non-controlling interests	3,163	921	243.4
<b>Profit for the year</b>	<b>62,431</b>	<b>21,010</b>	<b>197.1</b>
Fair value change in available-for-sale investment	(17,252)	20,392	N/m
Currency translation gain	31,955	4,731	622.2
<b>Total comprehensive income for the year</b>	<b>77,134</b>	<b>46,133</b>	<b>72.0</b>
<b>Total comprehensive income attributable to:</b>			
Owners of the Company	73,971	45,212	68.5
Non-controlling interests	3,163	921	243.4
<b>Total comprehensive income for the year</b>	<b>77,134</b>	<b>46,133</b>	<b>72.0</b>

**1(a)(ii) Breakdown to statement of comprehensive income**

	Group 12 months ended 31/3/2015 \$'000	Group 12 months ended 31/3/2014 \$'000	% Increase/ (Decrease)
Employee share option expense	7,109	4,670	52.2
Interest expense on bank borrowings and finance leases	14,894	4,673	218.7
Interest expense on bond	7,251	3,297	120.0
Finance cost on convertible bonds	6,808	9,662	(29.5)
Interest income	(1,251)	(755)	65.7
Foreign currency exchange (gain)/loss	(2,953)	1,437	N/m
Gain on disposal of prepaid lease	-	(1,064)	N/m
Gain on disposal of property, plant and equipment	(38)	(40)	(5.0)
Gain on disposal of available-for-sale investment	(14,181)	-	N/m

N/M: Not meaningful

**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 31/3/2015 \$'000	Group 31/3/2014 \$'000	Company 31/3/2015 \$'000	Company 31/3/2014 \$'000
<b>ASSETS</b>				
Current assets:				
Cash and bank balances	113,757	141,672	17,530	75,799
Trade receivables	212,686	103,715	-	-
Service concession receivables	4,776	3,257	-	-
Other receivables and prepayments	70,023	60,701	471,839	145,454
Inventories	13,244	427	-	-
Prepaid lease	108	110	-	-
Non-current assets held for sales	28,696	-	-	-
<b>Total current assets</b>	<b>443,290</b>	<b>309,882</b>	<b>489,369</b>	<b>221,253</b>
Non-current assets:				
Trade receivables	11,677	2,241	-	-
Service concession receivables	384,814	232,392	-	-
Prepaid lease	23,657	5,041	-	-
Subsidiaries	-	-	235,396	156,334
Associates	-	10,790	-	6,432
Joint venture	-	12,119	-	7,308
Available-for-sale investment	-	53,461	-	53,461
Property, plant and equipment	76,790	13,459	298	214
Goodwill	255,365	1,389	-	-
Intangible assets	190,181	145,139	200	200
Deferred tax assets	950	615	-	-
<b>Total non-current assets</b>	<b>943,434</b>	<b>476,646</b>	<b>235,894</b>	<b>223,949</b>
<b>Total assets</b>	<b>1,386,724</b>	<b>786,528</b>	<b>725,263</b>	<b>445,202</b>
<b>LIABILITIES AND EQUITY</b>				
Current liabilities:				
Bank loans	60,379	15,381	1,350	3,150
Trade payables	112,605	104,150	-	-
Other payables	79,398	33,015	35,132	15,179
Finance leases	47	55	16	38
Income tax payable	22,656	14,158	-	-
Non-current liabilities held for sales	26,204	-	-	-
<b>Total current liabilities</b>	<b>301,289</b>	<b>166,759</b>	<b>36,498</b>	<b>18,367</b>
Non-current liabilities:				
Bank loans	160,395	69,205	-	-
Finance leases	180	25	96	-
Bond*	98,228	97,016	98,228	97,016
Convertible bonds**	58,782	126,560	58,782	126,560
Deferred tax liabilities	26,505	7,756	-	-
<b>Total non-current liabilities</b>	<b>344,090</b>	<b>300,562</b>	<b>157,106</b>	<b>223,576</b>

	Group 31/3/2015 \$'000	Group 31/3/2014 \$'000	Company 31/3/2015 \$'000	Company 31/3/2014 \$'000
Capital and reserves:				
Share capital	484,125	151,325	484,125	151,325
General reserve	4,469	4,410	-	-
Fair value reserve	-	17,252	-	17,252
Share option reserve	13,515	7,766	13,515	7,766
Revaluation reserve	2,096	-	-	-
Convertible bonds reserve	8,707	22,520	8,707	22,520
Currency translation reserves	34,932	765	18,939	802
Accumulated profits	160,816	104,287	6,373	3,594
<b>Total equity attributable to owners of the Company</b>	<b>708,660</b>	<b>308,325</b>	<b>531,659</b>	<b>203,259</b>
Non-controlling interests	32,685	10,882	-	-
<b>Total equity</b>	<b>741,345</b>	<b>319,207</b>	<b>531,659</b>	<b>203,259</b>
<b>Total liabilities and equity</b>	<b>1,386,724</b>	<b>786,528</b>	<b>725,263</b>	<b>445,202</b>

\*Bond – Medium Term Notes

\*\*Convertible bonds – Convertible bonds issued to KKR

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

**Amount repayable in one year or less, or on demand**

<u>As at 31/3/2015</u>		<u>As at 31/3/2014</u>	
Secured \$'000	Unsecured \$'000	Secured \$'000	Unsecured \$'000
55,828	4,598	8,088	7,348

**Amount repayable after one year**

<u>As at 31/3/2015</u>		<u>As at 31/3/2014</u>	
Secured \$'000	Unsecured \$'000	Secured \$'000	Unsecured \$'000
144,394	114,409	42,467	123,779

**Details of any collateral**

1. The finance leases of \$226,000 (31 March 2014: \$80,000) is secured over the Group's motor vehicles.
2. The bank term loan of \$98,000 (31 March 2014: \$106,000) is secured over the freehold properties of its Malaysia subsidiary.
3. The long term bank loans of \$199,898,000 (31 March 2014: \$50,369,000) are secured over the concession receivables, intangible assets, treatment plants, prepaid lease of its subsidiaries and all assets of Memstar Pte Ltd Group.

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

	Group 12 months ended 31/3/2015 \$'000	Group 12 months ended 31/3/2014 \$'000
<b>Operating activities</b>		
Profit before income tax	79,911	31,190
Adjustments for:		
Gain on disposal of available-for-sale investment	(14,181)	-
Gain on disposal of prepaid lease	-	(1,064)
Gain on disposal of property, plant and equipment	(38)	(40)
Interest income	(1,251)	(755)
Interest expense	28,953	17,632
Share of profit of associates	-	(1,776)
Share of profit of joint venture	(1,283)	(2,125)
Depreciation and amortisation expenses	13,127	6,234
Share option expense	7,109	4,670
Exchange differences arising on foreign currency translation	37,721	5,444
<b>Operating profit before working capital changes</b>	<b>150,068</b>	<b>59,410</b>
Trade receivables	(92,795)	(5,746)
Other receivables and prepayments	26,795	(10,772)
Inventories	(659)	(67)
Trade payables	(947)	49,209
Other payables	(44,945)	(3,709)
<b>Cash generated from operations</b>	<b>37,517</b>	<b>88,325</b>
Interest received	1,251	755
Interest paid	(23,764)	(14,816)
Income tax paid	(5,452)	(3,919)
<b>Net cash from operating activities</b>	<b>9,552</b>	<b>70,345</b>
<b>Investing activities</b>		
Other receivables and prepayment – tender deposits	-	17,218
Addition to service concession receivables	(89,946)	(51,107)
Addition to intangible assets	(35,410)	(62,318)
Addition to prepaid lease	-	(373)
Proceeds from disposal of prepaid lease	-	6,695
Proceeds from disposal of property, plant and equipment	38	245
Proceeds from disposal of available-for-sale investment	6,159	-
Capitalised expense for purchase of available for sale investment	-	(169)
Repayment to associate	-	(3,540)
Purchase of property, plant and equipment	(10,138)	(1,546)
Net cash outflow from acquisition of subsidiaries	(22,283)	(332)
<b>Net cash used in investing activities</b>	<b>(151,580)</b>	<b>(95,227)</b>

	Group 12 months ended 31/3/2015 \$'000	Group 12 months ended 31/3/2014 \$'000
<b>Financing activities</b>		
Proceeds from bank borrowings	157,634	45,610
Proceeds from issuing shares	2,091	-
Proceeds from issuing bond	-	96,757
Dividend paid	(2,739)	(2,970)
Repayment of obligations under finance lease	(119)	(35)
Repayment of bank borrowings	(43,100)	(31,326)
<b>Net cash from financing activities</b>	<b>113,767</b>	<b>108,036</b>
Net (decrease) increase in cash and cash equivalents	(28,261)	83,154
Cash and cash equivalents at beginning of year	141,672	59,068
Net effect of exchange rate changes on the balance and cash held in foreign currencies	346	(550)
Cash and cash equivalents at end of year	113,757	141,672

**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.**

	Share capital \$'000	General reserve \$'000	Revaluation reserve \$'000	Share option reserves \$'000	Fair value reserve \$'000	Convertible bonds reserves \$'000	Currency translation reserve \$'000	Accumulated profits \$'000	Total equity attributable to owners of the Company \$'000	Non controlling interests \$'000	Total equity \$'000
<b>Group</b>											
At 1 April 2013	151,325	3,683	-	3,096	(3,140)	22,520	(3,966)	87,895	261,413	9,921	271,334
Total comprehensive income for the year	-	-	-	-	20,392	-	4,731	20,089	45,212	921	46,133
Recognition of share-based payment	-	-	-	4,670	-	-	-	-	4,670	-	4,670
Transfer to general reserve	-	727	-	-	-	-	-	(727)	-	-	-
Dividends	-	-	-	-	-	-	-	(2,970)	(2,970)	-	(2,970)
At 31 March 2014	151,325	4,410	-	7,766	17,252	22,520	765	104,287	308,325	10,842	319,167
At 1 April 2014	151,325	4,410	-	7,766	17,252	22,520	765	104,287	308,325	10,842	319,167
Total comprehensive income for the year	-	-	-	-	(17,252)	-	31,955	59,268	73,971	3,163	77,134
Acquisition/incorporation of subsidiaries	236,375	59	2,096	-	-	-	2,212	-	240,742	18,680	259,422
Recognition of share-based payment	-	-	-	7,109	-	-	-	-	7,109	-	7,109
Issuance of shares on conversion of convertible bonds	92,975	-	-	-	-	(13,813)	-	-	79,162	-	79,162
Issuance of shares on exercise of the ESOS	3,450	-	-	(1,360)	-	-	-	-	2,090	-	2,090
Dividends	-	-	-	-	-	-	-	(2,739)	(2,739)	-	(2,739)
At 31 March 2015	484,125	4,469	2,096	13,515	-	8,707	34,932	160,816	708,660	32,685	741,345

	Share capital \$'000	Share option reserve \$'000	Fair value reserve \$'000	Convertible bonds reserves \$'000	Currency translation reserve \$'000	Accumulated profits \$'000	Total \$'000
<b>Company</b>							
At 1 April 2013	151,325	3,096	(3,140)	22,520	(786)	3,000	176,015
Total comprehensive income for the year	-	-	20,392	-	1,588	3,564	25,544
Recognition of share-based payment	-	4,670	-	-	-	-	4,670
Dividends	-	-	-	-	-	(2,970)	(2,970)
At 31 March 2014	151,325	7,766	17,252	22,520	802	3,594	203,259
At 1 April 2014	151,325	7,766	17,252	22,520	802	3,594	203,259
Total comprehensive income for the year	-	-	(17,252)	-	18,137	5,518	6,403
Recognition of share-based payment	-	7,109	-	-	-	-	7,109
Acquisition of subsidiaries	236,375	-	-	-	-	-	236,375
Issuance of shares on conversion of convertible bonds	92,975	-	-	(13,813)	-	-	79,162
Issuance of shares on exercise of ESOS	3,450	(1,360)	-	-	-	-	2,090
Dividends	-	-	-	-	-	(2,739)	(2,739)
At 31 March 2015	484,125	13,515	-	8,707	18,939	6,373	531,659



**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 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.**

During the current financial year, the changes in the company's share capital are as follows:

- a. 173,805,550 of new ordinary shares were issued to Memstar Technology Ltd for the acquisition of the assets and businesses of Memstar Pte Ltd;
- b. 187,073,818 of new ordinary shares were issued to KKR China Water Investment Holdings Limited pursuant to the conversion of USD69.8 million of the convertible bonds.
- c. 8,350,000 of new ordinary shares were issued pursuant to the conversion of the Employee Share Option Scheme.

The total number of shares that may be issued on conversion of all the outstanding convertibles bonds and employees shares options were 117,926,189 (31 March 2014: 305,000,007) and 70,550,000 (31 March 2014: 73,300,000) respectively.

**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.**

	31/3/2015	31/3/2014
Total number of issues shares ('000)	963,361	594,132

The company does not have any treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

**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.**

There were no sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

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

The figures have not been audited or reviewed.

**3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of 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 accounting policies and methods of computation are the same as in the Company's audited consolidated financial statements for the financial year ended 31 March 2014. The new and revised FRSs and Interpretations of FRS ("INT FRS") that are effective from 1 April 2014 have no material effect on the amounts reported for the current or prior year.

**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.**

There is no change in the accounting policies and methods of computation. The new and revised FRSs and INT FRS that are effective from 1 April 2014 have no material effect on the amounts reported for the current or prior year.

**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.**

	Group 31/3/2015	Group 31/3/2014
Net profit attributable to shareholders of the Company (\$'000)	59,268	20,089
Weighted average number of shares in issue (in '000) for computation of Basic EPS	921,170	594,132
Earning per share (cents)- Basic	6.43	3.38
Weighted average number of shares in issue (in '000) for computation of Diluted EPS	1,109,646	972,432
Earning per share (cents) – Diluted	5.95	3.06

For the purpose of calculating diluted EPS, assumption was made that all the employee share options and convertible bonds issued will be converted to ordinary shares.

**7. Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the:-**

- (a) current financial period reported on; and  
(b) immediately preceding financial year.**

	Group 31/3/2015	Group 31/3/2014	Company 31/3/2015	Company 31/3/2014
Net asset value (\$'000)	741,345	319,207	531,659	203,259
Net asset value per share (cents)	76.95	53.73	55.19	34.21

The net asset value per share is calculated based on the issued share capital of 963,361,368 (31 March 2014: 594,132,000).

**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 Group completed the acquisition of the business, assets and subsidiaries of Memstar Technology Ltd on 11 April 2014 (the "Acquisition"). The financial statements for the year ended 31 March 2015 reflected the inclusion of the business and assets of the Acquisition.

**Statement of comprehensive income**

The Group's revenue for the year was \$349.0 million, which was \$146.7 million or 72.5% higher than last corresponding year ended 31 March 2014 of \$202.3 million. The increase was mainly due to the increase in:

- a. the engineering business from \$139.8 million to \$199.4 million, representing an increase of \$59.6 or 42.6%;
- b. the treatment business from \$62.6 million to \$102.2 million, representing an increase of \$39.6 million or 63.3%; and
- c. the addition of \$47.4 million of membrane sales to outside customers arising from the *Acquisition* in the current financial year.

Other income was \$23.4 million, which was \$19.6 million or 513.9% higher than last corresponding year ended 31 March 2014 of \$3.8 million. The increase was mainly due to the gain on disposal of available-for-sale investment of \$14.2 million and net foreign exchange gain of \$3.0 million.

Materials purchased, consumables used and subcontractors' fees increased to \$198.0 million from \$106.8 million, representing an increase of \$91.2 million as compared to the last corresponding year ended 31 March 2014. The increase was consistent with the increase in engineering revenue and membrane sale.

	<b>Group 2015 \$'000</b>	<b>Group 2014 \$'000</b>
Engineering revenue	199,441	139,764
Membrane sale	47,339	-
<b>Total</b>	<b>246,780</b>	<b>139,764</b>
Changes in inventories	12,817	67
Material purchased, consumables used and subcontractors' fees	(197,955)	(106,760)
<b>Gross profit</b>	<b>61,642</b>	<b>33,071</b>
<b>GP margin (%)</b>	<b>25.0%</b>	<b>23.7%</b>

Employee benefits expense increased to \$25.0 million from \$14.5 million, representing an increase of \$10.5 million or 72.5% as compared to the last corresponding year ended 31 March 2014. The increase was mainly due to the additional staff strength for the operation and maintenance of the new treatment plants and manufacturing facilities of membrane products of Memstar.

Depreciation and amortisation expenses increased to \$13.1 million from \$6.2 million, representing an increase of \$6.9 million or 110.6% as compared to the last corresponding year ended 31 March 2014. The increase was mainly due to the amortisation of intangible assets relating to the newly acquired concessions and depreciation on the property, plant and equipment of the membrane manufacturing facilities.

Other operating expenses increased to \$41.6 million from \$33.8 million, representing an increase of \$7.8 million or 22.9% as compared to the last corresponding year ended 31 March 2014. The increase was mainly due to the operating expenses incurred for the operation and maintenance of the new treatment plants acquired during the financial year and the operating cost of Memstar.

Finance costs increased from \$17.6 million to \$29.0 million, representing an increase of \$11.4 million or 64.2% as compared to the last corresponding year ended 31 March 2014. The increase was mainly due to the additional finance costs arising from the bond and bank borrowings during the financial year.

The Group generated a net profit after tax of \$62.4 million as compared to \$21.0 million for the last corresponding year ended 31 March 2014, representing an increase of \$41.4 million or 197.1%.

### **Statement of financial position**

The Group's current assets increased from \$309.9 million as at 31 March 2014 to \$443.3 million as at 31 March 2015. The increase was mainly due to the increase in trade receivables. Trade receivables increased from \$103.7 million to \$212.7 million as at 31 March 2015, this was mainly due to the increase in the revenue for the group from \$202.3 million to \$349.0 million for the year ended 31 March 2015.

The Group's non-current assets increased from \$476.6 million as at 31 March 2014 to \$943.4 million as at 31 March 2015. The increase was mainly due to the additions of service concession receivables, intangibles assets relating to the concessions and goodwill on consolidation arising from the *Acquisition*.

The Group's non-current liabilities increased from \$300.6 million as at 31 March 2014 to \$344.1 million as at 31 March 2015. The increase was mainly due to the increase in bank borrowings. The increase was offset by the decrease in the convertible bonds liability. During the year, USD69.8 million of convertible bonds were converted to ordinary share of the Company.

The Group's total equity increased from \$319.2 million to \$741.3 million as at 31 March 2015. The increase was mainly due to:

1. the issuance of new shares to Memstar Technology Ltd for the *Acquisition*;
2. the issuance of new shares to KKR China Water Investment Holdings Limited pursuant to the conversion of USD69.8 million of the convertible bonds; and
3. the issuance of new shares pursuant to the conversion of the Employee Share Option Scheme.

### **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 to shareholders.

**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 Group continues to harness its strength as a fully-integrated water solutions provider, focusing on acquiring new water assets and engineering projects. Meanwhile, the Group's membrane manufacturing arm, Memstar, is seeing stronger demand for membrane in countries such as China and USA. With increasingly stringent water discharge standards, membrane application in wastewater treatment is becoming more prevalent.

In addition, the Group is actively seeking for strategic partners to form joint venture companies to set up the membrane products assembly plants and also provider of engineering services. As such new joint venture will benefit from the constant source of order book from the sale of membrane products and the provision of engineering services. The strong demand for the supply of membrane fibres will boost the sale of membrane fibres for the Group.

In April this year, the China's Central Government has announced the Water Pollution Prevention Plan ("水十条"), which imposes more stringent regulations with the goal of improving the water quality throughout the country. In addition, the Government is proposing more vigorous push for the wider implementation of Public Private Partnerships (PPP) in the water treatment industry, which will also lead to increasing opportunities in this sector.

With stronger government policy support in the water treatment sector and greater need for membrane based-water treatment solutions for the treatment and recycling of water in China, the Group expects to benefit from these opportunities to further strengthen its business performance.

Since the last quarterly announcement, the company issued 30,303,031 new ordinary shares to CITIC Environment (International) Co. Ltd. during April 2015 at \$1.65 to raise net proceed of \$42 million; and net proceed of \$222 million of MTN bond.

Use of proceeds

An update of the use of proceeds was summarised below:

	\$ million
Unutilised balance as at last quarterly announcement	38
Issuance of new shares	42
Issuance of MTN bond	222
Total	302
Investment in water project in Gaoyang, Hebei	(126)
Investment in water project in Haimen, Henan	(16)
Unutilised balance	160

**11. Dividend**

***(a) Current Financial Period Reported On***

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

Name of Dividend	Final
Dividend Type	Final
Dividend Amount per Share (in cents)	0.5
Optional:- Dividend Rate (in %)	N/A
Par value of shares	N/A
Tax Rate	Tax exempt

***(b) Corresponding Period of the Immediately Preceding Financial Year***

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

Name of Dividend	Final
Dividend Type	Final
Dividend Amount per Share (in cents)	0.3
Optional:- Dividend Rate (in %)	N/A
Par value of shares	N/A
Tax Rate	Tax exempt

***(c) Date payable***

To be announced at a later date.

***(d) Books closure date***

Notice of books closure date for determining shareholders' entitlement of the proposed dividend will be announced at a later date.

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

Final dividends have been declared/recommended.

**13. Related parties and interested person transactions**

The Group does not have a general mandate from shareholders for interested person transactions pursuant to Rule 920 of the Listing Manual of the Singapore Exchange Securities Trading Limited ("SGX-ST").

**PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT**  
**(This part is not applicable to Q1, Q2, Q3 or Half Year Results)**

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

With the Acquisition, additional segment for membrane sales has been included in the primary segment analysis.

**12 months ended 31 March 2015**

	<b>Engineering \$'000</b>	<b>Treatment \$'000</b>	<b>Membrane \$'000</b>	<b>Elimination \$'000</b>	<b>Total \$'000</b>
<b>Revenue</b>					
Sales	199,441	102,202	58,559	(11,220)	348,982
<b>Results</b>					
Segment result	48,037	43,680	31,397	(31,311)	91,803
Finance costs					(28,953)
Unallocated corporate expenses					(2,607)
Gain on disposal of available-for-sale investment					14,181
Foreign currency exchange gain					2,953
Share of profit of joint venture					1,283
Interest income					1,251
Profit before income tax					<u>79,911</u>
Income tax expense					(17,480)
Net profit for the year					<u>62,431</u>
<b>Other information</b>					
Segment assets	335,103	826,121	150,698		1,311,922
Unallocated corporate assets					74,802
Consolidated total assets					<u>1,386,724</u>
Segment liabilities	139,433	241,493	26,264		407,190
Unallocated corporate liabilities					238,189
Consolidated total liabilities					<u>645,379</u>
Addition to non-current assets	356	149,691	239,466		389,513
Depreciation and amortisation	268	7,766	5,093		13,127

**12 months ended 31 March 2014**

	<b>Engineering \$'000</b>	<b>Treatment \$'000</b>	<b>Total \$'000</b>
<b>Revenue</b>			
External sales	139,764	62,578	202,342
<b>Results</b>			
Segment result	23,720	24,847	48,567
Finance costs			(17,632)
Unallocated corporate expenses			(2,964)
Foreign currency exchange loss			(1,437)
Share of profit of associate			1,776
Share of profit of joint venture			2,125
Interest income			755
Profit before income tax			31,190
Income tax expense			(10,180)
Net profit for the year			<u>21,010</u>
<b>Other information</b>			
Segment assets	130,714	460,076	590,790
Unallocated corporate assets			195,738
Consolidated total assets			<u>786,528</u>
Segment liabilities	110,633	129,894	240,527
Unallocated corporate liabilities			226,794
Consolidated total liabilities			<u>467,321</u>
Addition to non-current assets	262	117,691	117,953
Depreciation and amortisation	179	6,055	6,234

Segment assets represent property, plant and equipment, service concession receivables, associates, joint venture, intangible assets, goodwill, inventories, trade and other receivables, restricted bank balances and bank balances and cash, which are attributable to each operating segments. Segment liabilities represent trade and other payables and bank borrowings, which are attributable to each operating segments.

Unallocated corporate assets mainly represent Group's Cash and bank balances and other financial assets.

Unallocated corporate liabilities represent Group's finance leases, bank loans, deferred tax liabilities, medium term notes and convertible bonds at corporate level.

Analysis By Geographical Segments (Secondary segment)

The geographical locations of the customers of the Group principally comprise the People's Republic of China ("PRC"), Singapore and Malaysia.



The Group's revenue from external customers and information about its non-current assets by geographical location are detailed below:

**12 months ended 31 March 2015**

	<b>Revenue from external customers \$'000</b>	<b>Non-current assets \$'000</b>
PRC	329,523	923,637
Singapore	-	6,498
Malaysia	16,241	1,622
USA	3,218	-
Total	348,982	931,757

**12 months ended 31 March 2014**

	<b>Revenue from external customers \$'000</b>	<b>Non-current assets \$'000</b>
PRC	186,617	397,972
Singapore	-	414
Malaysia	15,725	1,890
Total	202,342	400,276

Non-current assets information presented above mainly consist of prepaid lease, property, plant and equipment, service concession receivables, intangible assets, club memberships, goodwill and deferred tax assets.

**Information about major customers**

Revenue from major customers which accounts for 10% of more of the Group's revenue are as follows:

	<b>Group 2015 \$'000</b>	<b>Group 2014 \$'000</b>
Engineering		
- Customer 1	104,444	-
Treatment	-	-

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

**Business segment analysis**

The segment revenue from the engineering business increased to \$199.4 million from the last corresponding year of \$139.8 million, representing an increase of \$59.6 million or 42.6%. The segment result increased from \$23.7 million to \$48.0 million, representing an increase of \$24.3 million or 102.5%.

The segment revenue from the treatment business increased to \$102.2 million from the last corresponding year of \$62.6 million, representing an increase of \$39.6 million or 63.3%. The segment result increased from \$24.8 million to \$43.7 million, representing an increase of \$18.9 million or 76.2%. With the increase in the treatment capacity of the current plants and the additions to the treatment capacity arising from the newly acquired plants in the coming year, the Group expects the contribution from the treatment business to continue its uptrend going forward.

The segment revenue from the newly acquired membrane business was \$58.6 million contributing \$31.4 million segment result.

### Geographical segment analysis

PRC segment remained the major contributor for our Group's revenue due to the greater market and demand for our advanced membrane technology for the treatment and recycling of wastewater.

#### 16. A breakdown of sales.

	Group 12 months ended 31/3/2015 \$'000	Group 12 months ended 31/3/2014 \$'000	% increase (decrease)
<b>Breakdown of sales</b>			
Sales reported for first half year	171,696	96,029	78.8
Operating profit after tax reported for first half year	40,768	13,445	203.2
Sales reported for second half year	177,286	106,313	66.8
Operating profit after tax reported for second half year	21,663	7,565	186.4

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

	Group 12 months ended 31/3/2015 \$'000	Group 12 months ended 31/3/2014 \$'000
<b>Total annual dividend</b>		
Final	2,739	2,970

#### 18. Persons occupying managerial positions who are related to the directors, Chief Executive Officer or substantial shareholders

Not applicable

**BY ORDER OF THE BOARD**

**Lotus Isabella Lim Mei Hua**  
**Company secretary**  
**27 May 2015**