



SGX-ST Release
11 August 2017

GIL RECORDED A PROFIT AFTER TAX OF S\$4.8 MILLION FOR SECOND QUARTER 2017

- Profit after tax of S\$4.8 million and total comprehensive income of S\$6.9 million for 2Q 2017
- Net asset value per share was 19.84 Singapore cents as at 30 June 2017, an increase of 3.98% from 31 December 2016 after adjusting for 2016 final dividend paid in 2017
- Declares interim dividend of 0.65 Singapore cents per share in respect of financial year ending 31 December 2017

Global Investments Limited (the "Company") has today released its financial results for the quarter ended 30 June 2017.

2Q 2017 Results

The Company and its subsidiaries ("the Group") reported a profit after tax of S\$4.8 million in 2Q 2017, 53.4% lower than the profit after tax of S\$10.3 million recorded in 2Q 2016 largely due to the sale of Ascendos Investments Limited ("Ascendos") in 2Q 2016. Total comprehensive income for the Group reduced by 12.7% to S\$6.9 million in 2Q 2017 from S\$7.9 million in 2Q 2016.

Revenue for the current quarter was lower at S\$9.8 million compared to S\$19.0 million in 2Q 2016 mainly due to the absence of gain from sale of Ascendos in the current quarter. After excluding the gain of S\$11.5 million from the sale of Ascendos, revenue for the current quarter would have been S\$2.3 million higher than the comparative quarter, due mainly to the net foreign exchange gain of S\$2.6 million in the current quarter.

Total expenses for 2Q 2017 of S\$3.2 million was S\$0.6 million lower than the S\$3.8 million reported in 2Q 2016. The lower expenses was due to the absence of a net foreign exchange loss during the quarter partially offset by the accrual of incentive fees.

During the quarter, the Group recognised a net impairment expense of S\$1.8 million arising from its portfolio of listed equities and bonds, partially offset by the reversal of impairment following the sale of bonds and a bank contingent convertible. In 2Q 2016, the Group recognised an impairment expense of S\$4.8 million from its portfolio of listed equities.

Other comprehensive income for the Group amounted to S\$2.1 million in 2Q 2017 compared to a loss of S\$2.4 million in 2Q 2016. This was mainly contributed by a net fair value gain of S\$2.1 million for available-for-sale ("AFS") financial assets and reclassification of fair value loss of S\$1.3 million to profit and loss following the sale and impairment of AFS financial assets. The positive movements in the AFS financial asset revaluation reserve were partially offset by a translation loss of S\$1.3 million. In the same period last year, the negative movement in the AFS financial asset revaluation reserve of S\$2.1 million was due to the reclassification of fair value gain following the sale of Ascendos offset by the reclassification of fair value loss arising from AFS listed equities to impairment expense. In addition, a translation loss of S\$0.3 million was recorded in the same period last year, resulting in a negative other comprehensive income of S\$2.4 million.

Half-Year Results

For the half year ended 30 June 2017, the Group's net profit was slightly lower at S\$11.6 million compared to S\$12.3 million recorded in 1H 2016. However, total comprehensive income jumped to S\$12.3 million in 1H 2017 from S\$0.1 million in 1H 2016 mainly due to positive movement in the AFS financial assets revaluation reserve.

The Group reported a lower revenue of S\$ 20.0 million for 1H 2017 compared to S\$21.7 million in 1H 2016 mainly due to the absence of gain from sale of Ascendos in the current year. The lower gain on sale of investments was offset by net gain on financial assets designated as fair value through profit or loss of S\$1.6 million as well as net foreign exchange gain of S\$1.9 million in 1H 2017.

Total expenses for 1H 2017 was S\$6.4 million compared to S\$4.0 million in 1H 2016. This was mainly due to 1H 2017 incentive fee of S\$4.2 million partially offset by an absence of net foreign exchange loss of S\$1.9 million in 1H 2017.

The Group recognised a net impairment expense of S\$1.9 million in 1H 2017 compared to S\$5.4 million in 1H 2016. Net impairment expense during 1H 2017 was mainly contributed by the impairment of listed equities and bonds, partially offset by the reversal of impairment following the sale of bonds and a bank contingent convertible. In 1H 2016, the Group recognised an impairment expense from its portfolio of listed equities.

Other comprehensive income for 1H 2017 amounted to S\$0.7 million compared to a loss of S\$12.2 million in 1H 2016. This is mainly contributed by a net fair value gain of S\$7.8 million for AFS financial assets, partially offset by reclassification of fair value gain of S\$2.8 million to profit and loss following the sale and impairment of AFS financial assets and a translation loss of S\$4.4 million. In the same period last year, the loss of S\$12.2 million was mainly due an overall negative movement in the AFS financial asset revaluation reserve of S\$6.0 million as well as a translation loss of S\$6.2 million.

Total comprehensive income for the Group was S\$12.3 million in 1H 2017 versus S\$0.1 million in 1H 2016.

The Group achieved earnings per share of 0.74 Singapore cents (based on weighted average number of shares of 1,572.44 million after taking into account the additional shares issued pursuant to the Scrip Dividend Scheme) in 1H 2017 compared to 0.84 Singapore cents (based on weighted average number of shares of 1,464.24 million) in 1H 2016.

The net asset value per share of the Group as at 30 June 2017 was 19.84 Singapore cents after the payment of 2016 final dividend of 0.75 Singapore cents per share and taking into account the new shares issued pursuant to the Scrip Dividend Scheme. If the 2016 final dividend was paid and the shares relating to the Scrip Dividend Scheme had been issued before 31 December 2016, the net asset value per share as at 31 December 2016 would have been 19.08 Singapore cents instead of 20.03 Singapore cents per share and the increase in net asset value per share would be 3.98% for the half year ended 30 June 2017.

Further details on the performance of the Group for the half year ended 30 June 2017 have been included in the SGX Report released today.

By order of the Board of Directors

Date: 11 August 2017

Further Information:

Boon Swan Foo

Chairman

Global Investments Limited

ir@globalinvestmentslimited.com

+65 6908 4477

About Global Investments Limited

<http://www.globalinvestmentslimited.com>



Global Investments Limited (“GIL”) is a mutual fund company incorporated in Bermuda that provides investors access to a diversified portfolio of assets and economic exposures. GIL is managed by Singapore Consortium Investment Management Limited.