



SGX-ST Release
23 February 2017

GIL RECORDED AN ANNUAL GROWTH OF 9.4% IN NET ASSET VALUE PER SHARE AND ITS TOTAL COMPREHENSIVE INCOME DOUBLED TO S\$27.0 MILLION FOR THE FULL YEAR ENDED 31 DECEMBER 2016

- Total comprehensive income doubled to S\$27.0 million for the full year ended 31 December 2016
- Net asset value per share was 20.0 Singapore cents as at 31 December 2016, an increase of 9.4% from 2015 after adjusting for dividends distributed
- Final dividend of 0.75 Singapore cents per share and total dividend of 1.5 Singapore cents per share in respect of year ended 31 December 2016

Global Investments Limited (the "Company") has today released its financial results for the quarter ended 31 December 2016.

4Q 2016 Results

The Company and its subsidiaries ("the Group") recorded a profit after tax of S\$0.3 million in the current quarter as compared to a loss of S\$8.1 million in 4Q 2015. Total comprehensive income of S\$10.1 million for the quarter was 3.8 times higher than the S\$2.1 million recorded in 4Q 2015.

Revenue for the current quarter of S\$6.0 million was 20.0% higher than the S\$5.0 million recorded in 4Q 2015. Interest income increased by 14.6% to S\$4.7 million from S\$4.1 million in 4Q 2015. A higher net gain on financial assets designated as fair value through profit or loss of S\$0.9 million in the current quarter as compared to S\$0.3 million in 4Q 2015 also contributed to the higher revenue. The increase in revenue was partially offset by lower dividend income in the current quarter.

Expenses for the current quarter increased to S\$3.1 million as compared to S\$1.5 million in the same quarter last year. This was due mainly to higher net foreign exchange loss of S\$1.5 million due to the depreciation of EUR against USD as well as incentive fee of S\$0.6 million charged for 2H 2016 in the current quarter. In the same quarter last year, net foreign exchange loss was S\$0.4 million.

During the quarter, the Group recognised an impairment expense of S\$2.6 million from impairment of bond and listed equities portfolio. In 4Q 2015, the impairment expense was S\$11.6 million for its portfolio of listed equities, bonds and bank contingent convertibles.

Other comprehensive income for the Group amounted to S\$9.8 million in the current quarter versus S\$10.2 million in 4Q 2015. The other comprehensive income for the current quarter was mainly contributed by a net fair value gain of S\$3.9 million from AFS financial assets and a reclassification of net fair value loss of S\$0.8 million to profit and loss following impairment and sale of AFS financial assets. In addition, a translation gain of S\$5.1 million was recorded following the strengthening of USD against SGD. In 4Q 2015, the other comprehensive income was largely due to positive movement in the AFS revaluation reserve following a reclassification of fair value loss of S\$11.7 million arising from AFS financial assets to impairment expense.

Year ended 31 December 2016 Results

For the year ended 31 December 2016, the Group's total comprehensive income doubled to S\$27.0 million from S\$13.5 million recorded in the prior year. Profit after tax improved to S\$17.1 million as compared to S\$16.9 million last year.

Revenue for the current year was S\$35.1 million, 24.0% higher compared to S\$28.3 million last year. Interest income increased by 21.0% to S\$16.7 million from \$13.8 million last year. Net fair value gain on financial assets designated as fair value through profit or loss of S\$1.8 million was recorded in the current year as compared to a loss of S\$2.7 million last year. Net gain on sale of investments recorded for the current year was higher at S\$14.9 million compared to S\$14.4 million recorded in the previous year. The increase in revenue was partially offset by lower dividend income in the current year.



Expenses for the current year was lower at S\$7.2 million compared to S\$9.5 million last year. This was mainly due to lower incentive fee of S\$0.6 million in the current year compared to S\$2.8 million in the prior year.

For the year ended 31 December 2016, the Group recognised a net impairment expense of S\$10.8 million arising from Avoca VII Class G note, listed equities and bond portfolio. For the year ended 31 December 2015, the Group recognised a net impairment expense of S\$1.6 million after recognising a reversal of impairment from the sale of Seiza Series 2006-1 Class G note of S\$10.1 million.

Other comprehensive income for the year ended 31 December 2016 amounted to S\$10.0 million versus a loss of S\$3.4 million in the prior year. The S\$10.0 million income was mainly due to a net fair value gain of S\$7.8 million for AFS financial assets and reclassification of net fair value loss of S\$1.6 million to profit and loss following the impairment and sale of AFS financial assets. In addition, a translation gain of S\$0.6 million was recorded for the year following the strengthening of USD against SGD.

In the prior year, the loss of S\$3.4 million was due to a net fair value loss of S\$9.0 million from AFS financial assets and the reclassification of net fair value gain of S\$2.2 million to profit and loss, offset partially by a translation gain of S\$7.7 million.

The net asset value per share of the Group as at 31 December 2016 was 20.0 Singapore cents after the payment of 2015 final dividend of 0.75 Singapore cents per share, 2016 interim dividend of 0.75 Singapore cents per share and taking into account the new shares issued pursuant to the Scrip Dividend Scheme. If the 2015 final dividend was paid and the shares relating to the Scrip Dividend Scheme had been issued before 31 December 2015, the net asset value per share as at 31 December 2015 would have been 19.2 Singapore cents instead of 20.2 Singapore cents per share. After adjusting for the 2016 interim dividend and shares relating to the Scrip Dividend Scheme, the net asset value per share as at 31 December 2016 would have been 21.0 Singapore cents and the increase in net asset value per share would be 9.4%.

Further details on the performance of the Group for the year ended 31 December 2016 have been included in the SGX Report released today.

By order of the Board of Directors

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Further Information:

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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.