

SGX-ST Release  
6 August 2015

### **GIL RECORDED A PROFIT AFTER TAX OF S\$6.8 MILLION FOR SECOND QUARTER 2015**

- Total revenue of S\$11.2 million in 2Q 2015 was 36.5% higher than 2Q 2014
- Profit after tax was S\$6.8 million in 2Q 2015 versus S\$8.6 million in 2Q 2014
- Net asset value per share increased by 3.4% to 21.0 cents as at 30 June 2015 from 20.3 cents as at 31 December 2014 (adjusted for dividend)
- Declares interim dividend of 0.75 Singapore cents per share in respect of financial year ending 31 December 2015

Global Investments Limited (the “Company”) has today released its financial results for the quarter ended 30 June 2015.

#### 2Q 2015 Results

The Company and its subsidiaries (“the Group”) reported a profit after tax of S\$6.8 million in 2Q 2015 compared to S\$8.6 million in 2Q 2014.

Revenue was S\$11.2 million in 2Q 2015 compared to S\$8.2 million in 2Q 2014. The gain on sale of investments mainly, from Hong Kong and China listed equities, contributed S\$8.7 million to revenue in the current quarter, versus S\$1.4 million in the same quarter last year. The increase was offset partially by fair value loss on financial assets designated as fair value through profit or loss of S\$2.0 million. In addition, interest income also declined to S\$3.4 million in the current quarter from S\$4.5 million in the comparative quarter.

Total expenses for 2Q 2015 was S\$4.4 million compared to S\$1.5 million in 2Q 2014. The higher expenses during the current quarter was due mainly to the higher incentive fee of S\$2.8 million as well as net foreign exchange loss of S\$0.4 million arising mainly from the weakening of Australian dollar.

As Ascendos Investments Limited (“Ascendos”) was reclassified from an associated company to an available-for-sale (“AFS”) financial asset in 4Q 2014, no share of profit from associated company was recorded during the current quarter compared to the S\$1.0 million recorded in 2Q 2014. The absence of S\$1.2 million reversal of impairment effected in 2Q 2014 has also contributed to the reduced profit after tax for the current quarter.

Other comprehensive loss for the Group amounted to S\$6.1 million in 2Q 2015 compared to a loss of S\$1.5 million in 2Q 2014. The negative movement of S\$5.3 million in the AFS revaluation reserve as a result of the reclassification of fair value gain to profit or loss following the sale of listed equities was cushioned by a net fair value gain of S\$1.5 million from AFS financial assets. A translation loss of S\$2.3 million was recorded in the current quarter as well following the weakening of USD against SGD. In the same period last year, other comprehensive loss was due to the translation loss recognised.

#### Half-Year Results

For the half year ended 30 June 2015, the Group’s net profit was S\$12.3 million compared to S\$16.8 million for 1H 2014.

The Group’s revenue of S\$19.4 million for 1H 2015 was S\$3.7 million higher than 1H 2014. The gain on sale of investments contributed S\$12.3 million in 1H 2015, an increase of 2.8 times from the S\$3.2 million reported in 1H 2014. The increase was offset partially by fair value loss on financial assets designated as fair value through profit or loss of S\$0.7 million, lower interest income and the absence of net foreign exchange gains in 1H 2015.

Total expenses for 1H 2015 was S\$6.9 million compared to S\$1.9 million in 1H 2014. This was mainly due to incentive fee of S\$2.8 million during the current period as well as net foreign exchange loss of S\$2.0 million.

The absence of the share of profit from associated company of S\$2.2 million following the reclassification of Ascendos from an associated company to an AFS financial asset in the current period and the reversal of impairment of S\$1.2 million in 1H 2014 further contributed to a lower profit after tax of S\$12.3 million for 1H 2015.

Other comprehensive loss for 1H 2015 amounted to S\$2.6 million compared to S\$4.9 million in 1H 2014. The negative movement of S\$9.7 million in the AFS revaluation reserve as a result of the reclassification of fair value gain to profit or loss following the sale of listed equities was cushioned by a fair value gain of S\$5.0 million from AFS financial assets as well as a translation gain of S\$2.2 million following the strengthening of USD against SGD. In the same period last year, other comprehensive loss was due to the translation loss recognised and negative movement in the AFS revaluation reserve as a result of the reclassification of fair value gain to profit or loss following the sale of listed equities.

Total comprehensive income was S\$9.7 million in 1H 2015 versus S\$11.9 million in 1H 2014.

The Group achieved earnings per share of 0.91 Singapore cents (based on weighted average number of shares of 1,356.28 million after taking into account the additional shares issued pursuant to the Scrip Dividend Scheme) in 1H 2015 as compared to 1.37 Singapore cents (based on weighted average number of shares of 1,230.40 million) in 1H 2014.

The net asset value per share of the Group as at 30 June 2015 was 21.0 Singapore cents after the payment of 2014 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 2014 final dividend was paid and the shares relating to the Scrip Dividend Scheme had been issued before 31 December 2014, the net asset value per share as at 31 December 2014 would have been 20.3 Singapore cents instead of 21.3 Singapore cents per share and the increase in net asset value per share would be 3.4% for the half year ended 30 June 2015.

Further details on the performance of the Group for the half year ended 30 June 2015 have been included in the SGX Report released today.

By order of the Board of Directors

Date: 6 August 2015

**Ends**

**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 ST Asset Management Ltd.