

SGX-ST Release
9 November 2015

GIL RECORDED A PROFIT AFTER TAX OF S\$12.7 MILLION FOR THIRD QUARTER 2015

- Total revenue was unchanged at S\$3.9 million for both 3Q 2015 and its comparative quarter
- Profit after tax of S\$12.7 million in 3Q 2015 was S\$11.9 million higher than 3Q 2014
- Net asset value per share as at 30 September 2015 of 21.1 cents was 3.9% higher than 20.3 cents as at 31 December 2014 (adjusted for dividend)

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

3Q 2015 Results

The Company and its subsidiaries (“the Group”) reported a profit after tax of S\$12.7 million in 3Q 2015, higher than the same quarter last year by S\$11.9 million.

Revenue was unchanged at S\$3.9 million for both 3Q 2015 and its comparative quarter. The higher net fair value loss on financial assets designated as fair value through profit or loss of S\$2.3 million in the current quarter was offset by higher interest income from the newly purchased bonds.

Total expenses for 3Q 2015 was S\$1.1 million compared to S\$6.2 million in 3Q 2014. The lower expenses during the quarter was mainly due to a lower net foreign exchange loss (net of hedges) of S\$0.2 million as compared to a loss of S\$4.8 million in 3Q 2014. During the year, the Group entered into foreign exchange forward contracts to hedge against the currency risk resulting from foreign currency transactions. In 3Q 2014, foreign exchange losses of S\$4.8 million was attributed largely to the sharp weakening of the Euro Dollar and the Australian Dollar against the United States Dollar.

During the quarter, there was a reversal of impairment amounting to S\$10.0 million for Seiza Series 2006-1 Class G note based on the negotiated price on the sale of Seiza Series 2006-1 Class F and G notes. The sale was concluded in November 2015. In the same quarter last year, a reversal of impairment of S\$2.5 million was recorded for AVOCA VII F and AVOCA VI M notes.

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\$0.7 million recorded in 3Q 2014.

Other comprehensive loss for the Group amounted to S\$11.0 million in 3Q 2015 compared to a loss of S\$4.1 million in 3Q 2014. The higher loss was mainly due to negative movement of S\$17.4 million under the AFS financial asset revaluation reserve as a result of the net fair value loss from AFS financial assets as well as reclassification of fair value gain to profit and loss following the sale of listed equities. The loss was partially offset by a translation gain of S\$6.4 million following the strengthening of USD against SGD. In the same period last year, other comprehensive loss was mainly due to the negative movement under the AFS financial asset revaluation reserve.

The Group recorded a total comprehensive gain of S\$1.7 million in the current quarter as compared to a total comprehensive loss of S\$3.2 million in 3Q 2014.

Nine Months Results

For the 9 months ended 30 September 2015, the Group's net profit of S\$25.0 million was higher than the S\$17.6 million recorded in the comparative period.

The Group reported a revenue of S\$23.2 million for the 9 months ended 30 September 2015, an increase of S\$4.9 million from S\$18.3 million in the same period last year. The increase was mainly due to a higher gain on sale of investment of S\$14.2 million in the current period as compared to the S\$4.9 million recorded in the comparative period. This was partially offset by a higher fair value loss on financial assets designated as fair value through profit or loss of S\$3.0 million in the current period as compared to the S\$0.3 million recorded in the comparative period.

Total expenses for the 9 months ended 30 September 2015 was S\$8.0 million compared to S\$6.8 million in the comparative period. The higher expenses in the current period was mainly due to higher incentive fee of S\$2.8 million offset by lower net foreign exchange loss (net of hedges) of S\$2.2 million. In the comparative period, the incentive fee was S\$0.5 million and the foreign exchange losses was S\$3.5 million.

For the period ended 30 September 2015, the Group recognised a reversal of impairment from Seiza Series 2006-1 Class G note of S\$10.0 million based on the negotiated price on the sale of Seiza Series 2006-1 Class F and G notes. The sale was concluded in November 2015. The reversal of impairment during the current period contributed to a higher profit after tax by S\$7.4 million as compared to the same period last year.

Following the reclassification of Ascendos from an associated company to an AFS financial asset in 4Q 2014, no share of profit from associated company was recorded for the period ended 30 September 2015 as compared to S\$2.9 million in the comparative period.

Other comprehensive loss for the period ended 30 September 2015 amounted to S\$13.6 million compared to S\$9.0 million in the same period last year. The loss was mainly due to negative movement of S\$22.2 million under the AFS financial asset revaluation reserve as a result of the reclassification of fair value gain to profit and loss following the sale of listed equities as well as net fair value loss from AFS financial assets. The loss was partially offset by a translation gain of S\$8.6 million following the strengthening of USD against SGD. In the same period last year, other comprehensive loss was mainly due to the reclassification of fair value gain from the AFS financial asset revaluation reserve to profit and loss following the sale of listed equities.

Total comprehensive income for the period ended 30 September 2015 of S\$11.4 million was 32.5% higher than the S\$8.6 million recorded in the same period last year.

The Group achieved a higher earnings per share of 1.83 Singapore cents (based on weighted average number of shares of 1,367.93 million after taking into account the additional shares issued pursuant to the Scrip Dividend Scheme) in the period ended 30 September 2015 as compared to 1.41 Singapore cents (based on weighted average number of shares of 1,247.89 million) in the same period last year.

The net asset value per share of the Group as at 30 September 2015 was 20.3 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 as well as 1H 2015 dividend declared in August 2015. 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. After adjusting for the 1H 2015 interim dividend, the net asset value per share as at 30 September 2015 would have been 21.1 Singapore cents and the increase in net asset value per share would be 3.9%.

Further details on the performance of the Group for the nine months ended 30 September 2015 have been included in the SGX Report released today.



By order of the Board of Directors

Date: 9 November 2015

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.