



OXLEY HOLDINGS LIMITED

(Incorporated in the Republic of Singapore)

(Company Registration No. 201005612G)

(The "Company")

Unaudited Second Quarter and Half Year Financial Statements
and Dividend Announcement For the Financial Period Ended
31 December 2014

1(a) Statement of Comprehensive Income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year

(The figures have not been audited or reviewed by the auditors)

	Group Second Quarter Ended		% Change Increase/ (Decrease)	Group Half Year Ended		% Change Increase/ (Decrease)
	31-Dec-14 S\$'000	31-Dec-13 S\$'000		31-Dec-14 S\$'000	31-Dec-13 S\$'000	
Revenue	235,500	202,215	16%	355,835	888,170	(60%)
Cost of Sales	(180,015)	(152,253)	18%	(260,076)	(510,105)	(49%)
Gross Profit	55,485	49,962	11%	95,759	378,065	(75%)
Other Items of Income						
Other Income	1,055	1,277	(17%)	1,508	2,886	(48%)
Interest Income	1,257	315	299%	1,457	525	178%
Other Credits	-	17,510	N.M.	6,194	16,802	(63%)
Other Items of Expense						
Marketing and Distribution Costs	(2,539)	(1,346)	89%	(5,768)	(2,246)	157%
Administrative Expenses	(3,800)	(4,808)	(21%)	(5,668)	(21,621)	(74%)
Finance Costs	(9,930)	(7,465)	33%	(19,331)	(11,602)	67%
Other Charges	(4,862)	(15,789)	(69%)	(15,875)	(15,789)	1%
Share of Profit From Equity-Accounted Joint Ventures	4,054	6,139	(34%)	8,042	6,062	33%
Profit Before Tax	40,720	45,795	(11%)	66,318	353,082	(81%)
Income Tax Expense	(9,769)	(9,183)	6%	(15,733)	(65,067)	(76%)
Profit Net of Tax	30,951	36,612	(15%)	50,585	288,015	(82%)
Other Comprehensive Income:						
Exchange Differences on Translating Foreign Operations, Net of Tax	157	218	(28%)	303	361	(16%)
Other Comprehensive Income for the Period	157	218	(28%)	303	361	(16%)
Total Comprehensive Income	31,108	36,830	(16%)	50,888	288,376	(82%)
Profit Net of Tax Attributable to:						
-Owners	22,222	25,092	(11%)	32,366	275,875	(88%)
-Non-Controlling Interests	8,729	11,520	(24%)	18,219	12,140	50%
Profit Net of Tax	30,951	36,612	(15%)	50,585	288,015	(82%)
Total Comprehensive Income Attributable to:						
-Owners	22,387	25,314	(12%)	32,679	276,238	(88%)
-Non-Controlling Interests	8,721	11,516	(24%)	18,209	12,138	50%
Total Comprehensive Income	31,108	36,830	(16%)	50,888	288,376	(82%)

1(a)(i) Profit Before Income Tax is arrived after crediting / (charging) the following:

	Group Second Quarter Ended		% Change Increase/ (Decrease)	Group Half Year Ended		% Change Increase/ (Decrease)
	31-Dec-14 S\$'000	31-Dec-13 S\$'000		31-Dec-14 S\$'000	31-Dec-13 S\$'000	
Rental Income	348	1,278	(73%)	752	2,594	(71%)
Interest Expenses (including interest expense accounted for in cost of sales)	(15,031)	(9,669)	55%	(27,101)	(15,934)	70%
Depreciation of Plant and Equipment	(41)	(15)	173%	(138)	(38)	263%
Foreign Exchange Adjustment (Losses) Gains	(4,358)	17,400	(125%)	(15,875)	16,125	(198%)
Fair Value (Losses) Gains on Financial Instruments	(506)	(15,789)	(97%)	6,154	(15,789)	(139%)

Note:

(1) 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 As At		Company As At	
	31-Dec-14 S\$'000	30-Jun-14 S\$'000	31-Dec-14 S\$'000	30-Jun-14 S\$'000
ASSETS				
Non-Current Assets:				
Plant and Equipment	1,419	1,380	219	59
Investment Properties	610,899	566,691	-	-
Investments in Joint Ventures	24,485	17,029	20,682	12,640
Investments in Subsidiaries	-	-	25,035	25,035
Deferred Tax Assets	2,753	2,604	-	-
Total Non-Current Assets	639,556	587,704	45,936	37,734
Current Assets:				
Development Properties	1,702,607	1,355,239	-	-
Trade and Other Receivables	947,974	1,081,273	1,084,220	1,060,931
Other Assets	18,841	40,172	158	157
Cash and Cash Equivalents	345,747	359,920	15,951	32,302
Total Current Assets	3,015,169	2,836,604	1,100,329	1,093,390
Total Assets	3,654,725	3,424,308	1,146,265	1,131,124
EQUITY AND LIABILITIES				
Equity				
Share Capital	163,880	163,880	163,880	163,880
Foreign Currency Translation Reserve	401	88	-	-
Retained Earnings	273,533	246,474	141,299	145,159
Equity, Attributable to Owners	437,814	410,442	305,179	309,039
Non-Controlling Interests	72,197	54,743	-	-
Total Equity	510,011	465,185	305,179	309,039
Non-Current Liabilities:				
Other Financial Liabilities	1,662,495	1,991,037	435,588	664,169
Deferred Tax Liabilities	21,146	28,409	-	-
Total Non-Current Liabilities	1,683,641	2,019,446	435,588	664,169
Current Liabilities:				
Income Tax Payable	51,414	56,529	-	-
Trade and Other Payables	261,319	264,848	181,534	157,916
Other Financial Liabilities	738,608	299,312	223,964	-
Other Liabilities	409,732	318,988	-	-
Total Current Liabilities	1,461,073	939,677	405,498	157,916
Total Liabilities	3,144,714	2,959,123	841,086	822,085
Total Equity and Liabilities	3,654,725	3,424,308	1,146,265	1,131,124

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

Amount repayable in one year or less, or on demand

As At 31 December 2014		As At 30 June 2014	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
514,644	223,964	299,312	-

Amount repayable after one year

As At 31 December 2014		As At 30 June 2014	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
1,152,809	494,323	1,326,868	642,652

Details of collaterals

The above bank borrowings are secured by:

- a) First legal mortgage on the relevant development properties.
- b) Legal assignment of all rights, title and interests in the construction contract, insurance policies and performance bonds (if any), in respect of the proposed developments.
- c) Corporate guarantees by the Company and fellow subsidiaries.
Of the total bank borrowings and debt securities of S\$2.39 billion (30 June 2014: S\$2.27 billion), S\$291.06 million (30 June 2014: S\$278.86 million) is secured by several guarantees given by the non-controlling shareholders of the subsidiaries which are not wholly owned by the Company.

The total bank borrowings and debt securities above exclude the fair value adjustments on financial instruments (arising from mark-to-market position of the currency swaps at the end of the financial period) of S\$15.36 million (2014: S\$21.52 million) classified in other financial liabilities.

Note:

The above borrowings do not include non-interest bearing advances from directors and a substantial shareholder of the Company and interest bearing or non-interest bearing advances from non-controlling shareholders of the subsidiaries (which are not wholly owned by the Company) of S\$77.28 million as at 31 December 2014 and S\$114.2 million as at 30 June 2014. These advances were included in trade and other payables and they were unsecured and without fixed repayment terms. Some of the advances were subordinated to the bank borrowings.

Unsecured borrowings repayable in one year or less and after one year refer to the S\$725 million as at 31 December 2014 (30 June 2014: S\$650 million) medium term notes, due in financial years 2016, 2017 and 2019 net of issuing expenses.

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		Group	
	Second Quarter Ended		Half Year Ended	
	31-Dec-14 S\$'000	31-Dec-13 S\$'000	31-Dec-14 S\$'000	31-Dec-13 S\$'000
<u>Cash Flows From Operating Activities:</u>				
Profit Before Tax	40,720	45,795	66,318	353,082
Adjustments for:				
Depreciation of Plant and Equipment	41	15	138	38
Interest Income	(1,257)	(315)	(1,457)	(525)
Interest Expense	9,930	7,465	19,331	11,602
Fair Value Losses (Gains) on Financial Instruments	506	15,789	(6,154)	15,789
Share of Profit from an Equity-Accounted Joint Venture	(4,054)	(6,139)	(8,042)	(6,062)
Net Effect of Exchange Rate Changes	8,731	377	10,197	520
Operating Cash Flows Before Changes in Working Capital	54,617	62,987	80,331	374,444
Development Properties	(146,027)	(407,627)	(324,789)	(121,126)
Trade and Other Receivables	(15,413)	113,216	133,639	(33,591)
Other Assets	22,818	(4,034)	21,331	89,059
Trade and Other Payables	31,021	4,050	34,403	7,233
Other Liabilities	22,715	(27,111)	88,769	(336,544)
Net Cash Flows (Used in) From Operations	(30,269)	(258,519)	33,684	(20,525)
Income Taxes Paid	(28,046)	(7,478)	(28,109)	(7,470)
Net Cash Flows (Used in) From Operating Activities	(58,315)	(265,997)	5,575	(27,995)
<u>Cash Flows From Investing Activities:</u>				
Purchase of Plant and Equipment	(94)	(582)	(121)	(608)
Acquisition of Investment Properties	(21,429)	(12,131)	(37,790)	(354,640)
Interest Income	1,257	315	1,457	525
Net Cash Flows Used in Investing Activities	(20,266)	(12,398)	(36,454)	(354,723)
<u>Cash Flows From Financing Activities:</u>				
Capital Contribution by Non-Controlling Interests	-	-	-	6
Dividends Paid to Non-Controlling Interests	(755)	-	(755)	(15,300)
Dividends Paid to Equity Owners	(5,307)	(17,689)	(5,307)	(17,689)
(Repayment to) Advances from Non-Controlling Interests	(25,442)	(8,450)	(37,290)	9,726
Advances from Directors	439	-	439	-
Increase in Borrowings	168,460	194,865	253,226	720,293
Repayment of Borrowings	(66,064)	(72,750)	(134,751)	(286,449)
Interest Paid	(34,938)	(17,402)	(57,471)	(26,445)
Net Cash Flows From Financing Activities	36,393	78,574	18,091	384,142
Net (Decrease) Increase in Cash and Cash Equivalents	(42,188)	(199,821)	(12,788)	1,424
Effects of Exchange Rate Changes on the Balance of Cash Held in Foreign Currency	(650)	-	(1,385)	-
Cash and Cash Equivalents at Beginning of Period	388,585	637,705	359,920	436,460
Cash and Cash Equivalents at End of Period	345,747	437,884	345,747	437,884

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, together with a comparative statement for the corresponding period of the immediately preceding financial year

GROUP	Attributable to owners				Non-Controlling Interests S\$'000	Total Equity S\$'000
	Share Capital S\$'000	Retained Earnings S\$'000	Foreign Currency Translation Reserve S\$'000	Total S\$'000		
Current Period:						
Balance as at 1 July 2014	163,880	246,474	88	410,442	54,743	465,185
Total Comprehensive Income for the Period	-	10,144	148	10,292	9,488	19,780
Balance as at 30 September 2014	163,880	256,618	236	420,734	64,231	484,965
Dividends Paid	-	(5,307)	-	(5,307)	(755)	(6,062)
Total Comprehensive Income for the Period	-	22,222	165	22,387	8,721	31,108
Balance as at 31 December 2014	163,880	273,533	401	437,814	72,197	510,011
Previous Period:						
Balance as at 1 July 2013	163,880	74,786	5	238,671	49,836	288,507
Capital Contribution by Non-Controlling Interests	-	-	-	-	6	6
Dividends Paid	-	-	-	-	(15,300)	(15,300)
Total Comprehensive Income for the Period	-	250,783	141	250,924	622	251,546
Balance as at 30 September 2013	163,880	325,569	146	489,595	35,164	524,759
Dividends Paid	-	(17,689)	-	(17,689)	-	(17,689)
Total Comprehensive Income for the Period	-	25,092	222	25,314	11,516	36,830
Balance as at 31 December 2013	163,880	332,972	368	497,220	46,680	543,900

COMPANY	Share Capital S\$'000	Retained Earnings S\$'000	Total Equity S\$'000
Current Period:			
Balance as at 1 July 2014	163,880	145,159	309,039
Total Comprehensive Income for the Period	-	11,411	11,411
Balance as at 30 September 2014	163,880	156,570	320,450
Dividends Paid	-	(5,307)	(5,307)
Total Comprehensive Loss for the Period	-	(9,964)	(9,964)
Balance as at 31 December 2014	163,880	141,299	305,179
Previous Period:			
Balance as at 1 July 2013	163,880	3,499	167,379
Total Comprehensive Income for the Period	-	17,937	17,937
Balance as at 30 September 2013	163,880	21,436	185,316
Dividends Paid	-	(17,689)	(17,689)
Total Comprehensive Income for the Period	-	(1,589)	(1,589)
Balance as at 31 December 2013	163,880	2,158	166,038

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 well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, 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

There had been no changes in the Company's share capital since 30 September 2014.

There were no outstanding convertibles or treasury shares held by the Company as at 31 December 2014 and 31 December 2013.

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

	As At 31 December 2014	As At 30 June 2014
No. of issued shares excluding treasury shares	2,948,219,971	2,948,219,971

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

Not applicable.

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 by auditors.

3 Where the figures have been audited or reviewed, the auditor' 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

Other than the adoption of the new and revised Financial Reporting Standards ("FRS") which come into effect for the financial year ending 30 June 2015, there were no changes in accounting policies and methods of computation adopted in the financial statements for the current reporting period as compared to the most recent audited financial statements for the financial year ended 30 June 2014.

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

The transfer to the new or revised standards from the effective dates is not expected to result in material adjustments to the financial position, results of operations, or cash flows of the Group for the financial year ending 30 June 2015.

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

Earnings per ordinary share for the period is computed based on profit, net of tax and total comprehensive income attributable to owners of the parent:-

	Group			
	Second Quarter Ended		Half Year Ended	
	31-Dec-14	31-Dec-13	31-Dec-14	31-Dec-13
Earnings per ordinary share				
(a) Based on the weighted average number of ordinary shares in issue	0.75 cents	0.85 cents	1.10 cents	9.36 cents
Weighted average number of ordinary shares in issue	2,948,219,971	2,948,219,971	2,948,219,971	2,948,219,971
(b) On a fully diluted basis				
Weighted average number of ordinary shares in issue	0.75 cents	0.85 cents	1.10 cents	9.36 cents
	2,948,219,971	2,948,219,971	2,948,219,971	2,948,219,971

7 Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares at the end of the:-

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

	Group As At		Company As At	
	31-Dec-14	30-Jun-14	31-Dec-14	30-Jun-14
Net asset value per ordinary share based on total number of issued shares	14.85 cents	13.92 cents	10.35 cents	10.48 cents
Number of shares in issue	2,948,219,971	2,948,219,971	2,948,219,971	2,948,219,971

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.

Profit or Loss Review

Revenue

2Q2015 vs 2Q2014

The revenue of S\$235.50 million for 2Q2015 was mainly driven by revenue recognition, based on completion method, from the Group's 38-unit commercial and office development, Robinson Square. Revenue was also recognised, using the percentage of completion method, from progress made in the construction of 11 projects namely, Devonshire Residences, Suites@Braddell, Vibes@East Coast, The Promenade@Pelikat, Vibes@Upper Serangoon, Presto@Upper Serangoon, Oxley Edge, Floraville/ Floraview/ Floravista, KAP Residences, NEWest and The Rise@Oxley Residences.

HY2015 vs HY2014

The revenue of S\$355.84 million for HY2015 was mainly driven by revenue recognition, based on completion method, from the Group's 38-unit commercial and office development, Robinson Square. Revenue was also recognised, using the percentage of completion method, from progress made in the construction of 14 projects namely, RV Point, Loft@Holland, Vibes@Kovan, Devonshire Residences, Suites@Braddell, Vibes@East Coast, The Promenade@Pelikat, Vibes@Upper Serangoon, Presto@Upper Serangoon, Oxley Edge, Floraville/ Floraview/ Floravista, KAP Residences, NEWest and The Rise@Oxley Residences.

Cost of Sales

2Q2015 vs 2Q2014

The cost of sales of S\$180.02 million for 2Q2015 was mainly due to cost recognition, based on the completion method, from the Group's 38-unit commercial and office development, Robinson Square. Cost of sales was also recognised, using the percentage of completion method, from progress made in the construction of 11 projects namely, Devonshire Residences, Suites@Braddell, Vibes@East Coast, The Promenade@Pelikat, Vibes@Upper Serangoon, Presto@Upper Serangoon, Oxley Edge, Floraville/ Floraview/ Floravista, KAP Residences, NEWest and The Rise@Oxley Residences.

HY2015 vs HY2014

The cost of sales of S\$260.08 million for HY2015 was mainly due to cost recognition, based on the completion method, from the Group's 38-unit commercial and office development, Robinson Square. Cost of sales was also recognised, using the percentage of completion method, from progress made in the construction of 14 projects namely, RV Point, Loft@Holland, Vibes@Kovan, Devonshire Residences, Suites@Braddell, Vibes@East Coast, The Promenade@Pelikat, Vibes@Upper Serangoon, Presto@Upper Serangoon, Oxley Edge, Floraville/ Floraview/ Floravista, KAP Residences, NEWest and The Rise@Oxley Residences.

Other Items of Income

2Q2015 vs 2Q2014

Other income decreased by S\$0.22 million mainly due to the decrease in rental income of S\$0.93 million, partly offset by the increase in derivative income of S\$0.46 million. Other credits decreased by S\$17.51 million mainly due to foreign exchange adjustment losses incurred (mainly arising from loans of overseas subsidiaries denominated in non-functional currency) in 2Q 2015 which were classified within other charges.

HY2015 vs HY2014

Other income decreased by S\$1.38 million mainly due to the decrease in rental income of S\$1.84 million. Other credits decreased by S\$10.61 million mainly due to decrease in foreign exchange adjustment gains of S\$16.80 million (mainly arising from loans of overseas subsidiaries denominated in non-functional currency), partly offset by the increase in unrealised fair value adjustment gain of S\$6.15 million (arising from mark-to-market position of the currency swaps at the end of the half year).

Other Items of Expense

2Q2015 vs 2Q2014

Marketing and distribution expenses increased by S\$1.19 million mainly due to the increase in showflat expenses of S\$0.48 million and increase in advertisement expenses of S\$0.71 million. Administrative expenses decreased by S\$1.01 million mainly due to the decrease in accruals of Chief Executive Officer's ("CEO") incentive bonus of S\$1.05 million and decrease in donations of S\$1.11 million, offset by increase in professional fees of S\$0.57 million and increase in salary expenses of S\$0.35 million. Finance costs increased by S\$2.47 million mainly due to increase in interest expense on medium term notes of S\$0.48 million and increase in interest on working capital loans of S\$1.79 million. Other charges decreased by S\$10.93 million mainly due to decrease in fair value losses on financial instruments (arising from mark-to-market position of the currency swaps at the end of the quarter) of S\$15.78 million, partly offset by increase in foreign exchange adjustment losses of S\$4.36 million (arising from loans denominated in non-functional currency).

HY2015 vs HY2014

Marketing and distribution expenses increased by S\$3.52 million mainly due to the increase in showflat expenses of S\$0.70 million and increase in advertisement expenses of S\$2.86 million. Administrative expenses decreased by S\$15.95 million mainly due to the decrease in accruals of Chief Executive Officer's ("CEO") incentive bonus of S\$16.88 million, partly offset by an increase in professional fees of S\$0.58 million and increase in salary expenses of S\$0.75 million. Finance costs increased by S\$7.73 million mainly due to increase in interest on medium term notes of S\$4.02 million and increase in interest on working capital loans of S\$3.05 million.

Profit before tax

2Q2015 vs 2Q2014

The profit before tax decreased to S\$40.72 million for 2Q2015 from S\$45.80 million for 2Q2014. This was mainly attributable to decrease in other credits of S\$17.51 million, increase in finance costs of S\$2.47 million, decrease in share of profit from equity-accounted joint ventures of S\$2.09 million and increase in marketing and distribution costs of S\$1.19 million, offset by decrease in other charges of S\$10.93 million, increase in gross profit of S\$5.52 million and increase in interest income of S\$0.94 million.

HY2015 vs HY2014

The profit before tax decreased to S\$66.32 million for HY2015 from S\$353.08 million for HY2014. The decrease was attributable to decrease in gross profit of S\$282.31 million, decrease in other credits of S\$10.61 million, increase in finance costs of S\$7.73 million and increase in marketing and distribution expenses of S\$3.52 million, offset by decrease in administrative expenses of S\$15.95 million, increase in share of profit from equity accounted joint venture of S\$1.98 million and increase in interest income of S\$0.93 million.

Statement of Financial Position Review

31 December 2014 vs 30 June 2014

Non-Current Assets

Non-current assets increased by S\$51.85 million mainly due to increase in investment properties of S\$44.21 million and the share of profit from an equity-accounted joint ventures of S\$7.46 million. The investment properties comprised investment in industrial property under construction at Tampines Industrial Crescent, and hotel-and-commercial property under construction at Stevens Road.

Current Assets

Current assets increased by S\$178.57 million mainly due to the increase in development properties of S\$347.37 million, partly offset by the decreases in trade and other receivables of S\$133.30 million, other assets of S\$21.33 million and cash and cash equivalents of S\$14.17 million.

Non-Current Liabilities

Non-current liabilities decreased by S\$335.81 million due to the decreases in bank loans, medium term notes and derivative swaps of S\$328.54 million and deferred tax liabilities of S\$7.26 million.

Current Liabilities

Current liabilities increases by S\$521.40 million due to the increases in other financial liabilities of S\$439.30 million and other liabilities of S\$90.74 million, partly offset by the decreases in trade and other payables of S\$3.53 million and income tax payable of S\$5.12 million.

Cash Flow Review

2Q2015

The net cash flows used in operating activities for 2Q2015 was S\$58.32 million and this was mainly due to increase in development properties of S\$146.03 million and increase in trade and other receivables of S\$15.41 million, partly offset by decrease in other assets of S\$22.82 million, increase in trade and other payables of S\$31.02 million, other liabilities of S\$22.72 million and profit before income tax of S\$40.72 million. Net cash flows used in investing activities was mainly due to an increase in investment property of S\$21.43 million and acquisition of plant and equipment of S\$0.09 million, and partly offset by interest income of S\$1.26 million. Net cash flows from financing activities of S\$36.39 million was mainly due to the increase in bank loans and medium term notes of S\$168.46 million, partly offset by the repayment of bank loans of S\$66.06 million, interest paid of S\$34.94 million, repayment to non-controlling interests of S\$25.44 million and dividends paid to equity owners of S\$5.31 million.

HY2015

The net cash flows from operating activities for HY2015 was S\$5.58 million and this was mainly due to profit before income tax of S\$66.32 million, decreases in trade and other receivable of S\$133.64 million and other assets of S\$21.33 million, increases in trade and other payables of S\$34.40 million and other liabilities of S\$88.77 million, partly offset by increase in development properties of S\$324.79 million and income tax of S\$28.10 million. Net cash flows used in investing activities was mainly due to an increase in investment property of S\$37.79 million and acquisition of plant and equipment of S\$0.12 million, and partly offset by interest income of S\$1.46 million. Net cash flows from financing activities of S\$18.09 million was mainly due to the increase in bank loans and medium term notes of S\$253.23 million, partly offset by the repayment of bank loans of S\$134.76 million, interest paid of S\$57.47 million, repayment to non-controlling interests of S\$37.29 million, dividends paid to equity owners of S\$5.31 million and dividends paid to non-controlling interests of S\$0.76 million.

9 Where a forecast, or a prospect statement, had been previously disclosed to shareholders, any variance between it and the actual results

The Group's results for the second quarter ended 31 December 2014 are in line with the Company's commentary in paragraph 10 of the announcement of the first quarter results for the period ended 30 September 2014 on 14 November 2014.

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 factors that may significantly affect the Group in the next 12 months are as follows:

- i. The continual impact of the various cooling measures introduced by the Singapore government on the Singapore property market.
- ii. The health of the Singapore economy.
- iii. The rate of recovery of the global economy, especially in China, Europe and USA, especially with the sharp decrease in oil prices.
- iv. The economic and political climate of the countries where our overseas property development projects are located.

To-date, the Group has launched 30 projects as set out below. The percentage (%) sold is computed based on the number of units sold as of 10 February 2015.

No	Project Name	Type of Development	Revenue recognition method	Unit sold (%)
Singapore				
1	Loft@Holland	Residential	Percentage of completion	100%
2	Loft@Stevens	Residential	Percentage of completion	100%
3	Suites@Braddell	Residential	Percentage of completion	100%
4	Presto@Upper Serangoon	Residential	Percentage of completion	100%
5	Vibes@Upper Serangoon	Residential	Percentage of completion	100%
6	Devonshire Residences	Residential	Percentage of completion	100%
7	Suites@Katong	Residential and Commercial	Percentage of completion	100%
8	Parc Somme	Residential and Commercial	Percentage of completion	100%
9	Loft@Rangoon	Residential and Commercial	Percentage of completion	100%
10	Viva Vista	Residential and Commercial	Percentage of completion	100%
11	RV Point	Residential and Commercial	Percentage of completion	100%
12	Vibes@Kovan	Residential and Commercial	Percentage of completion	100%
13	Vibes@East Coast	Residential and Commercial	Percentage of completion	100%
14	The Promenade@Pelikat	Residential and Commercial	Percentage of completion	100%
15	Arcsphere	Industrial	Completion of construction	100%
16	Oxley Bizhub	Industrial	Completion of construction	99%
17	Oxley Bizhub 2	Industrial	Completion of construction	99%
18	The Commerze@Irving	Commercial and Industrial	Completion of construction	100%
19	Robinson Square	Commercial	Completion of construction	97%
20	Oxley Tower	Commercial	Completion of construction	95%
21	Oxley Edge	Residential and Commercial	Percentage of completion	96%
22	The Midtown & Midtown Residences	Residential and Commercial	Percentage of completion	96%
23	NEWest	Residential and Commercial	Percentage of completion	88%
24	kap & kap Residences	Residential and Commercial	Percentage of completion	99%
25	The Flow	Commercial	Completion of construction	52%
26	Floraville/ Floraview/ Floravista	Residential and Commercial	Percentage of completion	32%
27	Eco-Tech@Sunview	Industrial	Completion of construction	89%
28	The Rise@Oxley Residences	Residential	Percentage of completion	35%
Overseas				
29	Royal Wharf Phase 1A Phase 1B Phase 2	Residential	Completion of construction	99% 76% 41%
30	The Bridge - Phase 1 - residential units; and - SOHO Units	Residential and SOHO	Completion of construction	96% 58%

As at 31 December 2014, subject to cancellation of contracts and excluding projects for which contracted revenue had been fully collected, the Group's total contracted revenue amounted to S\$4.64 billion, of which total unbilled revenue amounted to S\$3.02 billion.

Barring any unforeseen circumstances and subject to the factors listed above, the Group is cautiously optimistic on the business outlook for the next 12 months.

11 If a decision regarding dividend has been made:-

(a) Whether an interim (final) ordinary dividend has been declared (recommended)

None.

(b) (i) Amount per share

None.

(ii) Previous corresponding period

0.30 Singapore cent per ordinary share.

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).

The dividend is tax exempt in the hands of shareholders.

(d) The date the dividend is payable.

Not applicable.

(e) The date on which Registrable Transfers received by the company (up to 5.00 pm) will be registered before entitlements to the dividend are determined.

Not applicable.

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

Not applicable.

13 Interested Person Transactions

Name of interested persons	Aggregate value of all interested person transactions during the financial period under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)		Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)	
	2Q2015 S\$'000	HY2015 S\$'000	2Q2015 S\$'000	HY2015 S\$'000
"Oxley Construction Pte. Ltd." for construction of property development projects and construction of showflats	-	-	2,749	3,235

OXLEY HOLDINGS LIMITED
Company Registration No. 201005612G

CONFIRMATION BY THE BOARD PURSUANT TO RULE 705(5) OF THE LISTING MANUAL

We, Ching Chiat Kwong and Low See Ching, being Directors of the Company, do hereby confirm, on behalf of the Board of Directors of the Company that, to the best of our knowledge, nothing has come to the attention of the Board which may render the unaudited financial statements for the second quarter and half year ended 31 December 2014 to be false or misleading in any material aspect.

On behalf of the Board of Directors

Ching Chiat Kwong
Executive Chairman and CEO
Date: 12th February 2015

Low See Ching
Deputy CEO
Date: 12th February 2015