

**First Quarter Financial Statement and Dividend Announcement for the Period Ended 31 March 2015****1(a)(i) An income statement and statement of comprehensive income or a statement of comprehensive income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year**

		Group		
	Note	1Q 2015 \$'000	1Q 2014 \$'000	+ / (-) %
<b>Revenue</b>				
- Property developments		87,607	125,128	(30.0)
- Construction		77,761	71,675	8.5
- Property investments & others		<u>1,801</u>	<u>995</u>	81.0
		167,169	197,798	(15.5)
Cost of sales		(133,375)	(161,235)	(17.3)
<b>Gross profit</b>		<u>33,794</u>	<u>36,563</u>	(7.6)
Other items of income				
Interest income	1	406	295	37.6
Other income	2	1,042	853	22.2
Other items of expense				
Marketing and distribution	3	(1,911)	(796)	140.1
Administrative expenses		(9,277)	(9,414)	(1.5)
Finance costs	4	(2,444)	(684)	257.3
Share of results of associates	5	<u>104</u>	<u>314</u>	(66.9)
<b>Profit before tax</b>		21,714	27,131	(20.0)
Income tax expense	6	(3,487)	(5,530)	(36.9)
<b>Profit after tax</b>		<u>18,227</u>	<u>21,601</u>	(15.6)
<b>Profit attributable to:</b>				
Owners of the company		18,248	21,601	(15.5)
Non-controlling interests		<u>(21)</u>	<u>-</u>	
		<u>18,227</u>	<u>21,601</u>	(15.6)

**1(a)(ii) Items, which if significant, must be included in the income statement**

		Group		
		1Q 2015 \$'000	1Q 2014 \$'000	+ / (-) %
<b>Other income</b>				
Unrealised foreign exchange gain		346	574	(39.7)
Government grants		366	190	92.6
Sales of materials		290	59	391.5
Others		<u>40</u>	<u>30</u>	33.3
		<u>1,042</u>	<u>853</u>	
<b>The following items have been included in arriving at profit before tax:</b>				
Depreciation of property, plant and equipment		(1,083)	(899)	20.5
Employee benefits expenses		(16,013)	(17,771)	(9.9)
Operating lease expenses		<u>(157)</u>	<u>(157)</u>	-

1(a)(ii) Items, which if significant, must be included in the income statement (Cont'd)

**Notes to Group Income Statement**

- 1 The increase in interest income for 1Q2015 was due largely to interest income earned from more idle funds as compared to 1Q2014.
- 2 The increase in other income in 1Q2015 was mainly due to increase in government grants and sales of materials and lower unrealised exchange gain.
- 3 Higher marketing and distribution expenses in 1Q2015 was due to marketing expenses incurred for development projects in Singapore (Nine Residences and Junction Nine) and the newly launched development project in Doncaster, Melbourne, Australia (Williamsons Estate).
- 4 Finance cost was higher for 1Q2015 as a result of interest for the \$150.0 million Fixed Rate Notes issued in October 2014.
- 5 Lower share of profit from associates for 1Q2015 was due to absence of contribution from a joint venture residential development project known as Belysa, which obtained its Temporary Occupation Permit ("TOP") in May 2014.
- 6 The decrease in income tax expense for 1Q2015 was in line with the lower profit for 1Q2015.

1(a)(iii) Statement of Comprehensive Income

	Note	1Q 2015 \$'000	Group 1Q 2014 \$'000	+ / (-) %
<b>Profit after tax</b>		18,227	21,601	(15.6)
Other comprehensive income:				
<i>Items that will not be reclassified to profit or loss</i>				
Net deficit on revaluation of freehold land and building		-	(367)	NM
Foreign currency translation loss on revaluation of freehold land and building		(65)	-	NM
Share of gain on property revaluation of associates		191	1,190	(83.9)
Income tax relating to components of other comprehensive income		(11)	342	(103.2)
		115	1,165	
<i>Items that may be reclassified subsequently to profit or loss</i>				
Net gain on fair value changes of available-for-sale financial assets		531	1,030	(48.4)
Foreign currency translation (loss)/gain	1	(3,063)	3,506	(187.4)
		(2,532)	4,536	
Other comprehensive income for the quarter/period, net of tax		(2,417)	5,701	(142.4)
<b>Total comprehensive income for the quarter/period</b>		15,810	27,302	(42.1)
<b>Total comprehensive income attributable to:</b>				
Owners of the company		15,831	27,302	(42.0)
Non-controlling interests		(21)	-	NM
		15,810	27,302	(42.1)

Note:-

NM - Not meaningful.

**Notes to Statement of Comprehensive Income**

- 1 Foreign currency translation arose from the translation of financial statements of foreign operations whose functional currencies are different from that of the Group's presentation currency. The translation loss for the quarter was due to the weakening of the Australian dollar against the Singapore dollar.

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

	The Group		The Company			
	Note	31 Mar 2015 \$'000	31 Dec 2014 \$'000	Note	31 Mar 2015 \$'000	31 Dec 2014 \$'000
<b>Non-current assets</b>						
Property, plant and equipment	1	225,743	213,525		1,717	1,704
Investment properties		287,938	288,983		-	-
Intangible assets		283	294		261	269
Investment in subsidiaries		-	-		48,302	48,302
Investment in associates		13,623	13,338		650	650
Other receivables		7,650	10,315		230,981	224,458
Investment securities		2,890	2,359		2,862	2,331
		538,127	528,814		284,773	277,714
<b>Current assets</b>						
Gross amount due from customers for contract work-in-progress		11,917	9,137		-	-
Development properties	2	954,405	923,559		-	-
Assets held for sale		39,653	40,249		-	-
Prepayments and deposits		4,156	5,075		1,947	2,293
Trade and other receivables	3	130,815	216,441		28,134	31,642
Cash and short-term deposits		292,620	285,049		19,641	22,970
		1,433,566	1,479,510		49,722	56,905
<b>Total assets</b>		<b>1,971,693</b>	<b>2,008,324</b>		<b>334,495</b>	<b>334,619</b>
<b>Deduct: Current liabilities</b>						
Loans and borrowings		2,400	2,400		-	-
Gross amount due to customers for contract work-in-progress		31,808	20,104		-	-
Trade and other payables		108,927	110,543		4,655	1,527
Other liabilities		50,147	56,757		21,508	22,032
Income tax payable		53,462	54,542		-	-
		246,744	244,346		26,163	23,559
<b>Net current assets</b>		<b>1,186,822</b>	<b>1,235,164</b>		<b>23,559</b>	<b>33,346</b>
<b>Deduct: Non-current liabilities</b>						
Loans and borrowings	4	875,082	938,416		150,000	150,000
Trade and other payables		86,601	79,481		-	-
Other liabilities		1,815	1,916		-	-
Deferred tax liabilities		11,568	7,753		5	5
		975,066	1,027,566		150,005	150,005
<b>Net assets</b>		<b>749,883</b>	<b>736,412</b>		<b>158,327</b>	<b>161,055</b>
<b>Equity attributable to owners of the Company</b>						
Share capital		79,691	79,691		79,691	79,691
Treasury shares		(29,713)	(27,374)		(29,713)	(27,374)
Retained earnings		715,493	697,245		107,906	108,826
Other reserves		(15,964)	(13,547)		443	(88)
		749,507	736,015		158,327	161,055
Non-controlling interests		376	397		-	-
<b>Total equity</b>		<b>749,883</b>	<b>736,412</b>		<b>158,327</b>	<b>161,055</b>

**Notes to Statement of Financial Position**

*Note*

**The Group**

- The increase in property, plant and equipment was due to the construction and other costs incurred for Park Hotel Alexandra.
- The increase in development properties was mainly due to the development costs incurred for on-going development projects such as Fulcrum and Nine Residences & Junction Nine and a new development project at Fernvale Road.
- The decrease in trade and other receivables for the Group was mainly due to payments received from owners of the four completed development projects (100 Pasir Panjang, My Manhattan, Belvia and Alexandra Central) following the receipts of TOP of these projects in 2014.
- The decrease in loans and borrowings was due to repayment of loans.

**1(b)(ii) Aggregate amount of the group's borrowings and debt securities as at the end of the current financial period reported on with comparative figures as at the end of the immediately preceding financial year**

	As at 31 Mar 2015 \$'000	As at 31 Dec 2014 \$'000
<b>Amount repayable in one year or less, or on demand</b>		
- Secured	2,400	2,400
- Unsecured	-	-
<b>Amount repayable after one year</b>		
- Secured	725,082	788,416
- Unsecured	150,000	150,000

**Details of any collateral**

The Group's borrowings of \$877.5 million are loans taken to finance property development projects, investment properties and hotel, and for working capital.

The Group's borrowings are mainly secured by :

- (a) legal mortgage on the development properties, investment properties and hotel project;
- (b) subordination of shareholder's loan to the property development companies;
- (c) assignment of sale proceeds of the development properties;
- (d) assignment of all rights, title, interest and benefits under contracts in respect of the development properties;
- (e) assignment of construction contracts, performance bonds and fire insurance policy on the development property;
- (f) assignment of tenancy and sale agreements of the investment properties;
- (g) fixed and floating charge of the hotel project; and
- (h) corporate guarantee from the Company.

The unsecured borrowings of \$150.0 million relates to the issuance of \$150.0 million Fixed Rate Notes (the "Notes") on 17 October 2014 under Chip Eng Seng Corporation Ltd's \$500.0 million Multicurrency Debt Issuance Programme. The Notes bear interest at the rate of 4.25 per cent. per annum payable semi-annually in arrear and will due on 17 October 2017.

1(c) A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year

	Group	
	1Q 2015	1Q 2014
	\$'000	\$'000
<b>Cash flows from operating activities</b>		
<b>Operating profit before taxation</b>	21,714	27,131
<b>Adjustments for:</b>		
Depreciation and amortisation	1,094	909
Interest income	(406)	(295)
Interest expense	2,444	684
Net gain on disposal of property, plant and equipment	(5)	(1)
Foreign currency translation adjustment	(1,632)	3,488
Net fair value gain on investment securities	-	(29)
Share of results of associates	(104)	(314)
Net loss on disposal of investment securities	-	2
Property, plant and equipment written off	3	-
<b>Operating profit before reinvestment of working capital</b>	<u>23,108</u>	<u>31,575</u>
(Increase)/decrease in development properties	(30,846)	152,461
Increase in assets held for sale	(279)	-
Decrease/(increase) in trade and other receivables	85,707	(184,542)
Decrease in prepayments and deposits	919	4,708
Increase in gross amount due to customers for contract work-in-progress, net	8,924	13,948
Increase/(decrease) in trade and other payables	3,725	(11,878)
(Decrease)/increase in other liabilities	(6,711)	863
<b>Cash generated from operations</b>	<u>84,547</u>	<u>7,135</u>
Interest paid	(664)	(725)
Interest received	406	105
Income tax paid	(766)	(5,104)
<b>Net cash generated from operating activities</b>	<u>83,523</u>	<u>1,411</u>
<b>Cash flows from investing activities:</b>		
Purchase of property, plant and equipment	(13,634)	(6,242)
Proceeds from disposal of property, plant and equipment	166	1
Proceeds from disposal of investment securities	-	11
Dividend income	56	-
Repayment of advances from/(advances to) associates, net	2,537	(724)
Additions to investment properties	(38)	(57,844)
<b>Net cash used in investing activities</b>	<u>(10,913)</u>	<u>(64,798)</u>
<b>Cash flows from financing activities:</b>		
Repayment of loans and borrowings	(62,700)	(57,000)
Proceeds from loans and borrowings	-	31,460
Share buyback	(2,339)	(3,549)
<b>Net cash used in financing activities</b>	<u>(65,039)</u>	<u>(29,089)</u>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<u>7,571</u>	<u>(92,476)</u>
<b>Cash and cash equivalents at beginning of the period</b>	<u>285,049</u>	<u>284,222</u>
<b>Cash and cash equivalents at end of the period</b>	<u>292,620</u>	<u>191,746</u>
<b>Cash and cash equivalents comprise:</b>		
<b>Short term deposits</b>	<u>120,782</u>	<u>5,098</u>
<b>Cash and bank balances</b>	<u>171,838</u>	<u>186,648</u>
	<u>292,620</u>	<u>191,746</u>

**Statement of Cash Flow review**

**Net cash generated from operating activities**

Higher net cash generated from operating activities for 1Q2015 as compared to 1Q2014 was primarily due to the payments received from owners of Alexandra Central, which obtained TOP in December 2014 and development costs incurred for on-going development projects.

**Net cash used in investing activities**

Lower net cash used in investing activities for 1Q2015 as compared to 1Q2014 was mainly due to the absence of acquisition of investment property. In 1Q2014, the Group acquired an office building at 420 St Kilda Road in Melbourne, Australia.

**Net cash used in financing activities**

Net cash used in financing activities for 1Q2015 as compared to 1Q2014 was due to higher repayment of loans and borrowings and no drawdown of bank facilities in 1Q2015.

**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 of the Company									Non-controlling interests	Total equity
	Issued capital	Treasury shares	Treasury shares reserve	Capital reserve	Fair value adjustment reserve	Asset revaluation reserve	Currency translation reserve	Retained earnings	Total reserves		
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>At 1 January 2015</b>	79,691	(27,374)	(533)	674	445	4,110	(18,243)	697,245	683,698	397	736,412
Total comprehensive income for the period	-	-	-	-	531	115	(3,063)	18,248	15,831	(21)	15,810
Share buyback	-	(2,339)	-	-	-	-	-	-	-	-	(2,339)
<b>At 31 March 2015</b>	79,691	(29,713)	(533)	674	976	4,225	(21,306)	715,493	699,529	376	749,883

Group	Attributable to owners of the Company									Total equity
	Issued capital	Treasury shares	Treasury shares reserve	Capital reserve	Fair value adjustment reserve	Asset revaluation reserve	Currency translation reserve	Retained earnings	Total reserves	
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>At 1 January 2014</b>	79,691	(12,006)	(533)	674	270	2,750	(14,231)	442,193	431,123	498,808
Total comprehensive income for the period	-	-	-	-	1,030	1,165	3,506	21,601	27,302	27,302
Share buyback	-	(3,549)	-	-	-	-	-	-	-	(3,549)
<b>At 31 March 2014</b>	79,691	(15,555)	(533)	674	1,300	3,915	(10,725)	463,794	458,425	522,561

Company	Issued capital	Treasury shares	Treasury shares reserve	Fair value adjustment reserve	Retained earnings	Total equity
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>At 1 January 2015</b>	79,691	(27,374)	(533)	445	108,826	161,055
Total comprehensive income for the period	-	-	-	531	(920)	(389)
Share buyback	-	(2,339)	-	-	-	(2,339)
<b>At 31 March 2015</b>	79,691	(29,713)	(533)	976	107,906	158,327

Company	Issued capital	Treasury shares	Treasury shares reserve	Fair value adjustment reserve	Retained earnings	Total equity
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>At 1 January 2014</b>	79,691	(12,006)	(533)	270	115,897	183,319
Total comprehensive income for the period	-	-	-	1,030	(1,144)	(114)
Share buyback	-	(3,549)	-	-	-	(3,549)
<b>At 31 March 2014</b>	79,691	(15,555)	(533)	1,300	114,753	179,656

**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 the end of the financial period reported on and as at the end of the corresponding period of the immediately preceding financial year**

As at 31 March 2015, the Company held 42,046,200 ordinary shares as treasury shares (31 March 2014 : 25,481,000 ordinary shares). The total number of issued shares of the Company excluding treasury shares as at 31 March 2015 and 31 March 2014 were 625,468,961 and 642,034,161 shares respectively.

There are no performance shares being granted under the "Chip Eng Seng Performance Share Plan" as at 31 March 2015 and 31 March 2014.

**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**

The total number of issued shares excluding treasury shares of 42,046,200 (31 December 2014 : 39,646,000) shares as at 31 March 2015 and 31 December 2014 were 625,468,961 and 627,869,161 shares respectively.

**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 as no treasury shares had been sold, transferred, disposed, cancelled or used in any other manner.

**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 the Company's auditors.

**3 Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of matters)**

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**

The Group has applied the same accounting policies and methods of computation in the financial statements for the current financial period as those of the audited financial statements for the year ended 31 December 2014, as well as all the applicable Financial Reporting Standards ("FRS") which became effective for the financial year beginning on or after 1 January 2015.

The adoption of those new and revised FRSs has no material effect on the current financial statements for the current period.

**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**

Please refer to paragraph 4 above.

**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**

	Group	
	1Q 2015	1Q 2014
Earnings per ordinary share for the period :-		
(i) Based on weighted average number of ordinary shares in issue (in cents)	2.91	3.35
(ii) On a fully diluted basis (in cents)	2.91	3.35

**Notes:**

(i) The computation of basic earnings per share was based on the weighted average of 627,509,543 ordinary shares (31 March 2014 : 644,979,184 ordinary shares).

(ii) The computation of fully diluted basic earnings per share was based on the adjusted weighted average of 627,509,543 ordinary shares (31 March 2014 : 644,979,184 ordinary shares).

**7 Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the (a) current financial period reported on and (b) immediately preceding financial year**

	Group		Company	
	31 Mar 2015	31 Dec 2014	31 Mar 2015	31 Dec 2014
Net asset value per ordinary share (in cents) based on issued share capital as at the end of the period reported on	119.83	117.22	25.31	25.57

The computation of net asset value per ordinary share was based on 625,468,961 ordinary shares (excluding Treasury shares of 42,046,200) (31 December 2014 : 627,869,161 ordinary shares excluding Treasury shares of 39,646,000).

**8 A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must include discussion of 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. It must also include discussion of any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on**

**1Q2015 vs 1Q2014**

**Overall**

The Group's total revenue decreased by 17.3% to \$33.8 million in 1Q2015, compared to \$36.6 million in 1Q2014, due to lower contribution from the Property Development division.

In line with the lower revenue, gross profit also decreased but by a lower rate of 7.6% to \$33.8 million in 1Q2015 compared to \$36.6 million in 1Q2014 due principally to higher margin from Property Development division.

As a result of lower revenue, the Group posted lower pre-tax profit of \$21.7 million in 1Q2015 than \$27.1 million in 1Q2014.

**Property Developments**

Revenue decreased from \$125.1 million in 1Q2014 to \$87.6 million in 1Q2015, due to the absence of revenue from 100 Pasir Panjang which was recognised on a completion of construction method in 1Q2014. In 1Q2015, the revenue was mainly derived from the progressive recognition of a development project known as Nine Residences & Junction Nine.

**Construction**

Revenue posted a 8.5% growth in 1Q2015 compared with 1Q2014 due to more progress claims from Sembawang N1C10, Jurong West N6C31 and Bukit Batok N1C13 & N2C23. In addition, precast projects also registered strong growth during the period.

**Property Investments & others**

Revenue rose 81.0% to \$1.8 million in 1Q2015, against \$1.0 million in 1Q2014 due to rental income from the office buildings at 171 Chin Swee Road in Singapore and 420 St Kilda Road in Melbourne.

- 8 A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must include discussion of 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. It must also include discussion of any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on**

#### **Group Statement of Financial Position Review**

The Group's net current assets decreased \$48.3 million to \$1.19 billion, due largely to the use of cash collected from completed development projects to repay long term loans.

Non-current liabilities decreased by \$52.5 million to \$975.0 million as at 31 March 2015 due to repayment of loans.

Shareholders' equity increased from \$736.4 million as at 31 December 2014 to \$749.9 million as at 31 March 2015. The increase of \$13.5 million was the result of the \$18.2 million in profit contribution for the current period which was offset by the translation loss of \$3.1 million and the share buyback amounting to \$2.3 million. As a result of larger equity and repayment of loans, the Group's net debt to equity ratio declined from 0.89 as at 31 December 2014 to 0.78 as at 31 March 2015.

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

No prospects statements for 1Q2015 was previously provided.

- 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**

#### **Property Developments**

The property market in Singapore is expected to remain challenging in the current year as it shows signs of further weakening amid raising interest rates. Against this challenging backdrop, we will remain cautious in our land acquisition for property development in Singapore.

With its relentless marketing efforts, the Group has cleared substantially unsold units in Junction Nine & Nine Residences, achieving 99% sales to-date. In the coming months, the Group will channel more resources towards the launching of its 60%-owned development project consist of 1,399 units at Fernvale Road, known as High Park Residences, as well as re-launching of Fulcrum in 2H2015.

In Australia, the Group launched its Doncaster site on the outskirts of Melbourne for sale in January 2015. In view of the satisfactory results of the launch, the Group has released more units in subsequent phases for sales. With regards to Tower Melbourne project, the Group is still handling the legal proceedings with respect to demolition and will take the necessary steps so as to enable us to resume the demolition works. In March 2015, the Group has sold its Victoria Street site in Melbourne.

#### **Property Investments**

Since completion in December 2014, the Group's new headquarter, CES Centre, has seen satisfactory take-up rate by new tenants. The Group continues to carry on its active marketing efforts to lease out the remaining vacant units at CES Centre and CES Building in 2Q2015.

#### **Construction**

In February 2015, the Group secured a \$258 million HDB contract. This helped boost the Group's external order book to \$801.9 million as of 31 March 2015. Currently, the Group has 8 construction projects in total, majority of which are public housing projects. The Group expects one HDB project to be completed in 2Q2015. To replenish its order book, the Group will continue to tender for public housing projects in the coming months.

#### **Hospitality**

As scheduled, the Group's first hotel – Park Hotel Alexandra, has obtained TOP in April 2015. Preparation works are currently at its full steam to open this 4-star hotel for business in mid May 2015. The Group expects a steady growth in its hospitality revenue as the hotel team ramps up its sales and marketing efforts.

- 11 Dividend**

**(a) Current Financial Period Reported On**

Any dividend declared for the current financial period reported on?  
No.

**(b) Corresponding Period of the Immediately Preceding Financial Year**

Any dividend declared for the corresponding period of the immediately preceding financial year?  
No.

**(c) Date payable**

Not applicable.

**(d) Books closure date**

Not applicable.

- 12 If no dividend has been declared/recommendeded, a statement to that effect**

No dividend has been declared/recommendeded for the quarter ended 31 March 2015.



**13 If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.**

The Company does not have a shareholders' mandate for interested person transactions.

**14 Confirmation**

We, Lim Tiang Chuan and Hoon Tai Meng, being two Directors of CHIP ENG SENG CORPORATION LTD (the "Company"), do hereby confirm on behalf of the Directors of the Company that, to the best of our knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the unaudited interim financial statements of the Company and of the Group for the first quarter ended 31 March 2015 to be false or misleading in any material aspect.

On behalf of the Board of Directors,

Lim Tiang Chuan  
Executive Deputy Chairman

Hoon Tai Meng  
Executive Director

**BY ORDER OF THE BOARD**

**Hoon Tai Meng**  
**Executive Director**  
**8 May 2015**