

The logo for iFAST, featuring the word "iFAST" in white, lowercase and uppercase letters, centered within a dark teal square background.

iFAST

**iFAST Corporation Ltd.
and its Subsidiaries**
Company Registration No: 200007899C
(Incorporated in the Republic of Singapore)

**Unaudited Third Quarter and Nine Months
ended 30 September 2015
Financial Statements Announcement**

The initial public offering of shares and listing of iFAST Corporation Ltd. on the Main Board of the Singapore Exchange Securities Trading Limited was jointly sponsored by DBS Bank Ltd. and RHB Securities Singapore Pte. Ltd. (formerly known as DMG & Partners Securities Pte Ltd as joint issue managers, bookrunners and underwriters (“Joint Issue Managers, Bookrunners and Underwriters”). The Joint Issue Managers, Bookrunners and Underwriters assume no responsibility for the contents of this announcement.

Third Quarter 2015 Financial Statements and Dividend Announcement

- 1(a)(i) An income statement and a statement of comprehensive income, for the group, together with a comparative statement for the corresponding period of the immediately preceding financial year.

Consolidated income statement for the third quarter and nine months ended 30 September 2015

	3Q15 \$'000	Group 3Q14 \$'000	Change %	9M15 \$'000	Group 9M14 \$'000	Change %
Revenue	20,537	22,070	(6.9)	64,604	58,595	10.3
Commission and fee paid or payable to third party financial advisers	(10,397)	(12,118)	(14.2)	(33,226)	(31,267)	6.3
	10,140	9,952	1.9	31,378	27,328	14.8
Other operating income	291	33	781.8	1,108	209	430.1
Depreciation of plant and equipment	(251)	(206)	21.8	(699)	(580)	20.5
Amortisation of intangible assets	(144)	(49)	193.9	(291)	(144)	102.1
Staff costs	(4,519)	(4,207)	7.4	(13,037)	(11,250)	15.9
Other operating expenses	(2,670)	(2,622)	1.8	(9,050)	(7,679)	17.9
Results from operating activities	2,847	2,901	(1.9)	9,409	7,884	19.3
Finance income	250	26	861.5	543	74	633.8
Net finance income	250	26	861.5	543	74	633.8
Share of result of associate, net of tax	11	-	NM	(15)	-	NM
Profit before tax	3,108	2,927	6.2	9,937	7,958	24.9
Tax expense	(163)	34	NM	(700)	(381)	83.7
Profit for the period	2,945	2,961	(0.5)	9,237	7,577	21.9
Profit attributable to:						
Owners of the Company	2,945	2,961	(0.5)	9,237	7,615	21.3
Non-controlling interests	-	-	NM	-	(38)	(100.0)
Profit for the period	2,945	2,961	(0.5)	9,237	7,577	21.9

NM denotes not meaningful.

1(a)(i) An income statement and a statement of comprehensive income, for the group, together with a comparative statement for the corresponding period of the immediately preceding financial year. (Cont'd)

Consolidated statement of comprehensive income for the third quarter and nine months ended 30 September 2015

	3Q15 \$'000	Group 3Q14 \$'000	Change %	9M15 \$'000	Group 9M14 \$'000	Change %
Profit for the period	2,945	2,961	(0.5)	9,237	7,577	21.9
Other comprehensive income						
Items that are or may be reclassified subsequently to profit or loss:						
Net change in fair value of available-for-sale financial assets	(946)	-	NM	(768)	76	NM
Net change in fair value of available-for-sale financial assets reclassified to profit or loss	(29)	(11)	163.6	(249)	(99)	151.5
Foreign currency translation differences for foreign operations	242	91	165.9	169	63	168.3
Other comprehensive income for the period, net of income tax	(733)	80	NM	(848)	40	NM
Total comprehensive income for the period	2,212	3,041	(27.3)	8,389	7,617	10.1
Attributable to:						
Owners of the Company	2,212	3,041	(27.3)	8,389	7,650	9.7
Non-controlling interests	-	-	NM	-	(33)	(100.0)
Total comprehensive income for the period	2,212	3,041	(27.3)	8,389	7,617	10.1

NM denotes not meaningful.

1(a)(ii) Breakdown and explanatory notes to income statement.

	Group			Group		
	3Q15	3Q14	Change	9M15	9M14	Change
	\$'000	\$'000	%	\$'000	\$'000	%
<u>Profit for the period is arrived at after charging /</u>						
<u>(crediting) the following:</u>						
Other operating income						
- Investment income	(215)	(22)	877.3	(871)	(120)	625.8
- Government grant	(2)	-	NM	(101)	(68)	48.5
- Miscellaneous income	(74)	(11)	572.7	(136)	(21)	547.6
	(291)	(33)	781.8	(1,108)	(209)	430.1
Interest income						
- from cash and cash equivalents	(110)	(25)	340.0	(242)	(67)	261.2
- from loan and receivables	-	(1)	(100.0)	-	(7)	(100.0)
- from available-for-sale financial assets	(140)	-	NM	(301)	-	NM
	(250)	(26)	861.5	(543)	(74)	633.8
Operating lease expense	1,324	1,044	26.8	3,913	3,059	27.9
Impairment losses on trade receivables, net	-	3	(100.0)	-	3	(100.0)
Bad debt written off	-	-	NM	-	35	(100.0)
Unrealised exchange (gain)/ loss, net	(355)	6	NM	(284)	35	NM
Equity-settled share-based payment transactions, included in staff costs	355	106	234.9	911	248	267.3
Equity-settled share-based payment transactions, included in commission and fee paid or payable to third party financial advisers	83	-	NM	83	-	NM
Gain on disposal of plant and equipment	-	-	NM	(1)	-	NM

NM denotes 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	
	30-Sep-15 \$'000	31-Dec-14 \$'000	30-Sep-15 \$'000	31-Dec-14 \$'000
Assets				
Plant and equipment	1,893	1,857	69	52
Intangible assets	3,848	1,792	2,915	1,214
Subsidiaries	-	-	43,790	39,850
Associate	371	386	400	400
Prepayments	581	-	-	-
Deferred tax assets	13	22	-	-
Club membership	11	11	11	11
Total non-current assets	6,717	4,068	47,185	41,527
Current tax receivable	44	29	-	-
Other investments	38,318	22,024	38,318	22,024
Trade and other receivables	18,722	18,856	615	1,127
Prepayments	1,245	728	146	71
Cash at bank and in hand	22,563	33,744	3,208	19,823
Money market funds	1,191	1,644	-	-
Total current assets	82,083	77,025	42,287	43,045
Held under trust				
Client bank accounts	131,479	101,867	-	-
Client ledger balances	(131,479)	(101,867)	-	-
	-	-	-	-
Total assets	88,800	81,093	89,472	84,572
Equity				
Share capital	62,517	58,342	62,517	58,342
Reserves	12,552	8,563	17,363	19,642
Equity attributable to owners of the Company	75,069	66,905	79,880	77,984
Non-controlling interests	-	-	-	-
Total equity	75,069	66,905	79,880	77,984
Liabilities				
Deferred tax liabilities	203	207	-	-
Other payables	-	118	-	-
Total non-current liabilities	203	325	-	-
Trade and other payables	12,784	13,555	9,592	6,588
Current tax payable	744	308	-	-
Total current liabilities	13,528	13,863	9,592	6,588
Total liabilities	13,731	14,188	9,592	6,588
Total equity and liabilities	88,800	81,093	89,472	84,572

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

Amount repayable in one year or less, or on demand

As at 30-Sep-15 \$'000		As at 31-Dec-14 \$'000	
Secured	Unsecured	Secured	Unsecured
-	-	-	-

Amount repayable after one year

As at 30-Sep-15 \$'000		As at 31-Dec-14 \$'000	
Secured	Unsecured	Secured	Unsecured
-	-	-	-

Details of any collateral

None.

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		Group	
	3Q15	3Q14	9M15	9M14
	\$'000	\$'000	\$'000	\$'000
Cash flows from operating activities				
Profit for the period	2,945	2,961	9,237	7,577
Adjustments for:				
Depreciation of plant and equipment	251	206	699	580
Amortisation of intangible assets	144	49	291	144
Impairment losses on trade receivables, net	-	3	-	3
Bad debts written off	-	-	-	35
Equity-settled share-based payment transactions	438	106	994	248
Dividend income on available-for-sale financial assets	(171)	(7)	(607)	(17)
Gain on redemption of available-for-sale financial assets	(29)	(11)	(249)	(99)
Share of result of associate, net of tax	(11)	-	15	-
Dividend income on investment in associate	(5)	(4)	(15)	(4)
Unrealised exchange (gain) / loss, net	(355)	6	(284)	35
Gain on disposal of plant and equipment	-	-	(1)	-
Finance income	(250)	(26)	(543)	(74)
Tax expense	163	(34)	700	381
	<u>3,120</u>	<u>3,249</u>	<u>10,237</u>	<u>8,809</u>
Change in trade and other receivables	1,044	(1,278)	397	(1,517)
Change in trade and other payables	(481)	1,729	(833)	306
Cash generated from operations	3,683	3,700	9,801	7,598
Taxes paid	(174)	(271)	(284)	(536)
Interest received	303	26	460	74
Net cash from operating activities	3,812	3,455	9,977	7,136
Cash flows from investing activities				
Purchase of plant and equipment	(365)	(304)	(759)	(670)
Purchase of intangible assets	(927)	(544)	(2,494)	(996)
Proceeds from disposal of plant and equipment	-	-	1	-
Acquisition of associate	-	(400)	-	(400)
Dividend from associate	10	-	19	-
Purchase of available-for-sale financial assets	(4,467)	-	(37,914)	(3,000)
Proceeds from redemption of available-for-sale financial assets	2,681	300	21,668	3,303
Dividends received on available-for-sale financial assets	6	-	6	-
Net cash used in investing activities	(3,062)	(948)	(19,473)	(1,763)
Cash flows from financing activities				
Proceeds from issue of shares	-	-	3,116	-
Payment of share issuance expenses	(38)	-	(147)	-
Proceeds from exercise of share options	9	538	206	709
Dividends paid to owners of the Company	(1,774)	(1,936)	(5,311)	(4,104)
Payment on acquisition of additional interests in subsidiaries	-	(3,539)	-	(3,539)
Net cash used in financing activities	(1,803)	(4,937)	(2,136)	(6,934)
Net decrease in cash and cash equivalents	(1,053)	(2,430)	(11,632)	(1,561)
Cash and cash equivalents at beginning of the period	24,572	17,557	35,388	16,719
Effect of exchange rate fluctuations on cash held	235	58	(2)	27
Cash and cash equivalents at end of the period	23,754	15,185	23,754	15,185

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									
	<u>Attributable to owners of the Company</u>									
	Share capital	Fair value reserve	Foreign currency translation reserve	Share option reserve	Performance share reserve	Equity reserve	Accumulated profits	Total	Non-controlling interests	Total equity
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
At 1 January 2015	58,342	24	(682)	916	-	(4,161)	12,466	66,905	-	66,905
Total comprehensive income for the period										
Profit for the period	-	-	-	-	-	-	9,237	9,237	-	9,237
Other comprehensive income										
Net change in fair value of available-for-sale financial assets	-	(768)	-	-	-	-	-	(768)	-	(768)
Net change in fair value of available-for-sale financial assets reclassified to profit or loss	-	(249)	-	-	-	-	-	(249)	-	(249)
Foreign currency translation differences for foreign operations	-	-	169	-	-	-	-	169	-	169
Total other comprehensive income	-	(1,017)	169	-	-	-	-	(848)	-	(848)
Total comprehensive income for the period	-	(1,017)	169	-	-	-	9,237	8,389	-	8,389
Transactions with owners, recorded directly in equity										
Contributions by and distributions to owners										
Share options exercised	206	-	-	-	-	-	-	206	-	206
Issue of ordinary shares	4,116	-	-	-	-	-	-	4,116	-	4,116
Share issuance expenses	(147)	-	-	-	-	-	-	(147)	-	(147)
One-tier tax-exempt 2014 final dividend paid of 0.68 cents per share	-	-	-	-	-	-	(1,768)	(1,768)	-	(1,768)
One-tier tax-exempt interim dividend paid of 0.68 cents per share	-	-	-	-	-	-	(1,769)	(1,769)	-	(1,769)
One-tier tax-exempt interim dividend paid of 0.68 cents per share	-	-	-	-	-	-	(1,774)	(1,774)	-	(1,774)
Equity-settled share-based payment transactions	-	-	-	301	610	-	-	911	-	911
Total contributions by and distribution to owners	4,175	-	-	301	610	-	(5,311)	(225)	-	(225)
Total transactions with owners	4,175	-	-	301	610	-	(5,311)	(225)	-	(225)
At 30 September 2015	62,517	(993)	(513)	1,217	610	(4,161)	16,392	75,069	-	75,069

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. (Cont'd)

	Group									
	Attributable to owners of the Company									Total equity \$'000
	Share capital	Fair value reserve	Foreign currency translation reserve	Share option reserve	Performance share reserve	Equity reserve	Accumulated profits	Total	Non-controlling interests	
\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000		
At 1 January 2014	10,670	35	(749)	559	-	(1,369)	14,820	23,966	658	24,624
Total comprehensive income for the period										
Profit / (Loss) for the period	-	-	-	-	-	-	7,615	7,615	(38)	7,577
Other comprehensive income										
Net change in fair value of available-for-sale financial assets	-	76	-	-	-	-	-	76	-	76
Net change in fair value of available-for-sale financial assets reclassified to profit or loss	-	(99)	-	-	-	-	-	(99)	-	(99)
Foreign currency translation differences for foreign operations	-	-	58	-	-	-	-	58	5	63
Total other comprehensive income	-	(23)	58	-	-	-	-	35	5	40
Total comprehensive income for the period	-	(23)	58	-	-	-	7,615	7,650	(33)	7,617
Transactions with owners, recorded directly in equity										
Contributions by and distributions to owners										
Share options exercised	709	-	-	-	-	-	-	709	-	709
One-tier tax-exempt 2013 final dividend paid of 3.9 cents per share ⁽¹⁾	-	-	-	-	-	-	(1,321)	(1,321)	-	(1,321)
One-tier tax-exempt interim dividend paid of 2.5 cents per share ⁽¹⁾	-	-	-	-	-	-	(847)	(847)	-	(847)
One-tier tax-exempt interim dividend paid of 5.7 cents per share ⁽¹⁾	-	-	-	-	-	-	(1,936)	(1,936)	-	(1,936)
One-tier tax exempt interim dividend paid of 20.0 cents per share ⁽¹⁾	-	-	-	-	-	-	(6,814)	(6,814)	-	(6,814)
Equity-settled share-based payment transactions	-	-	-	248	-	-	-	248	-	248
Total contributions by and distribution to owners	709	-	-	248	-	-	(10,918)	(9,961)	-	(9,961)
Changes in ownership interests in subsidiaries										
Effect on acquisition of additional interests in subsidiaries	-	-	(122)	-	-	(2,792)	-	(2,914)	(625)	(3,539)
Total changes in ownership interests in subsidiaries	-	-	(122)	-	-	(2,792)	-	(2,914)	(625)	(3,539)
Total transactions with owners	709	-	(122)	248	-	(2,792)	(10,918)	(12,875)	(625)	(13,500)
At 30 September 2014	11,379	12	(813)	807	-	(4,161)	11,517	18,741	-	18,741

Note:

(1) Before sub-division of every 1 ordinary share into 6 ordinary shares as completed by the Company on 20 November 2014.

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. (Cont'd)

	Company					
	Attributable to owners of the Company					Total equity
	Share capital	Fair value reserve	Share option reserve	Performance share reserve	Accumulated profits	
\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	
At 1 January 2015	58,342	24	916	-	18,702	77,984
Total comprehensive income for the period						
Profit for the period	-	-	-	-	3,138	3,138
Other comprehensive income						
Net change in fair value of available-for-sale financial assets	-	(768)	-	-	-	(768)
Net change in fair value of available-for-sale financial assets reclassified to profit or loss	-	(249)	-	-	-	(249)
Foreign currency translation differences for foreign operations	-	-	-	-	-	-
Total other comprehensive income	-	(1,017)	-	-	-	(1,017)
Total comprehensive income for the period	-	(1,017)	-	-	3,138	2,121
Transactions with owners, recorded directly in equity						
Contributions by and distributions to owners						
Share options exercised	206	-	-	-	-	206
Issue of ordinary shares	4,116	-	-	-	-	4,116
Share issuance expenses	(147)	-	-	-	-	(147)
One-tier tax-exempt 2014 final dividend paid of 0.68 cents per share	-	-	-	-	(1,768)	(1,768)
One-tier tax-exempt interim dividend paid of 0.68 cents per share	-	-	-	-	(1,769)	(1,769)
One-tier tax-exempt interim dividend paid of 0.68 cents per share	-	-	-	-	(1,774)	(1,774)
Equity-settled share-based payment transactions	-	-	301	610	-	911
Total contributions by and distribution to owners	4,175	-	301	610	(5,311)	(225)
Total transactions with owners	4,175	-	301	610	(5,311)	(225)
At 30 September 2015	62,517	(993)	1,217	610	16,529	79,880

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. (Cont'd)

	Company					
	Attributable to owners of the Company					
	Share capital	Fair value reserve	Share option reserve	Performance share reserve	Accumulated profits	Total equity
\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	
At 1 January 2014	10,670	35	559	-	16,996	28,260
Total comprehensive income for the period						
Profit for the period	-	-	-	-	11,896	11,896
Other comprehensive income						
Net change in fair value of available-for-sale financial assets	-	76	-	-	-	76
Net change in fair value of available-for-sale financial assets reclassified to profit or loss	-	(99)	-	-	-	(99)
Total other comprehensive income	-	(23)	-	-	-	(23)
Total comprehensive income for the period	-	(23)	-	-	11,896	11,873
Transactions with owners, recorded directly in equity						
Contributions by and distributions to owners						
Share options exercised	709	-	-	-	-	709
One-tier tax-exempt 2013 final dividend paid of 3.9 cents per share ⁽¹⁾	-	-	-	-	(1,321)	(1,321)
One-tier tax-exempt interim dividend paid of 2.5 cents per share ⁽¹⁾	-	-	-	-	(847)	(847)
One-tier tax-exempt interim dividend paid of 5.7 cents per share ⁽¹⁾	-	-	-	-	(1,936)	(1,936)
One-tier tax exempt interim dividend paid of 20.0 cents per share ⁽¹⁾	-	-	-	-	(6,814)	(6,814)
Equity-settled share-based payment transactions	-	-	248	-	-	248
Total contributions by and distribution to owners	709	-	248	-	(10,918)	(9,961)
Total transactions with owners	709	-	248	-	(10,918)	(9,961)
At 30 September 2014	11,379	12	807	-	17,974	30,172

Note:

(1) Before sub-division of every 1 ordinary share into 6 ordinary shares as completed by the Company on 20 November 2014.

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.

The number of shares in issue in the Company as at 30 September 2015 was 260,898,301 ordinary shares (30 September 2014: 34,070,889 ordinary shares*). The movements in the Company's issued and fully paid-up share capital during the third quarter ended 30 September 2015 were as follows:

	Number of shares	Resultant issued and paid-up share capital (\$'000)
As at 1 July 2015	260,164,801	61,546
Exercise of share options	39,100	9
Issue of ordinary shares	694,400	1,000
Share issuance expenses	-	(38)
As at 30 September 2015	<u>260,898,301</u>	<u>62,517</u>

* Before subdivision of every 1 ordinary share into 6 ordinary shares as completed by the Company on 20 November 2014.

Share Option Scheme 2003 and 2013 ("Schemes")

The number of outstanding share options under the Schemes was as follows:

	Number of share options
As at 1 July 2015	12,214,396
Share options granted	-
Exercised	(39,100)
Forfeited	(206,100)
As at 30 September 2015	<u>11,969,196</u>

As at 30 September 2015, the number of outstanding share options under the Schemes was 11,969,196 (30 September 2014: 2,204,166[^]).

[^] Before subdivision of every 1 share option into 6 share options in conjunction with subdivision of every 1 ordinary share into 6 ordinary shares on 20 November 2014

iFAST Corporation Performance Share Plan ("iFAST PSP")

The number of outstanding performance shares granted but not vested under iFAST PSP was as follows:

	Number of performance shares
As at 1 July 2015	2,000,500
Performance shares granted but not vested	-
Vested	-
Forfeited	(35,200)
As at 30 September 2015	<u>1,965,300</u>

As at 30 September 2015, the number of outstanding performance shares granted but not vested under the iFAST PSP was 1,965,300 (30 September 2014: Nil).

The Company did not hold any treasury shares as at 30 September 2015 and 30 September 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.

	As at 30-Sep-15	As at 31-Dec-14
Total number of issued shares excluding treasury shares	<u>260,898,301</u>	<u>256,225,334</u>

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.

There were no sales, transfer, disposal, cancellation and/or use of treasury shares as at 30 September 2015 (30 September 2014: Nil).

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 Group's external auditors.

3. Where the figures have been audited or reviewed, the auditors' 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.

The financial information have been prepared in accordance with the same accounting policies and methods of computation adopted in the audited financial statements of the last financial year, except for those disclosed under paragraph 5 below.

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 Group and the Company have adopted the new and revised Singapore Financial Reporting Standards ("FRS") and Interpretations of FRS ("INT FRS") that are effective for annual period beginning on 1 January 2015. The adoption of these FRSs and INT FRSs did not have any significant effect on the financial statements of the Group and the Company.

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.

	3Q15	3Q14	9M15	9M14
(i) Based on weighted average number of ordinary shares on issue				
- Weighted average number of ordinary shares	260,873,068	203,827,344 *	260,258,666	203,298,840 *
Basic earnings per share (cents)	1.13	1.45	3.55	3.75
(ii) On a fully diluted basis of ordinary shares				
- Adjusted weighted average number of ordinary shares	268,841,880	209,112,036 *	268,024,974	208,444,074 *
Diluted earnings per share (cents)	1.10	1.42	3.45	3.65

* Adjusted for sub-division of every 1 ordinary share into 6 ordinary shares as completed by the Company on 20 November 2014. For comparative purpose, earnings and diluted earnings per ordinary share of the Group for the third quarter and period ended 30 September 2014 have been computed based on number of issued shares for the period adjusted for the subdivision.

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 issuers at the end of the (a) current financial period reported on and (b) immediately preceding financial year.

	Group		Company	
	30-Sep-15	31-Dec-14	30-Sep-15	31-Dec-14
Net asset value per ordinary share (cents)	28.77	26.11	30.62	30.44

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.

Consolidated Income Statement

Revenue

The Group reported revenue of \$20.54 million for the third quarter ended 30 September 2015 (3Q15), which was 6.9% lower than the third quarter last year (3Q14), following volatile market sentiment in recent quarters. Revenue of \$64.60 million for the financial period ended 30 September 2015 (9M15) was still 10.3% higher than the same period last year (9M14).

Breaking down by geographical segment, Singapore operation continues to be the major contributor of the Group's revenue. The growth of business and the increased range of investment products provided in Singapore and Malaysia operations continued to contribute to the increase in revenue in Singapore and Malaysia operations, despite of volatile market sentiment.

In Hong Kong, the revenue saw a decline of 30.1% Year-on-Year ("YoY") in 3Q15 and 4.8% YoY in 9M15. The sharp sell-down in emerging markets, particularly China equity markets, in 3Q15 has affected the business in Hong Kong. In addition, the suspension of Capital Investment Entrant Scheme ("CIES") announced in January 2015 led to a slowdown of subscription volume for Hong Kong.

	Group			Group		
	3Q15 \$'000	3Q14 \$'000	Change %	9M15 \$'000	9M14 \$'000	Change %
Singapore	14,852	14,468	2.7	46,519	40,444	15.0
Hong Kong	4,596	6,574	-30.1	15,133	15,897	-4.8
Malaysia	1,089	1,028	5.9	2,952	2,254	31.0
	<u>20,537</u>	<u>22,070</u>	<u>-6.9</u>	<u>64,604</u>	<u>58,595</u>	<u>10.3</u>

Commission and fee paid or payable to third party financial advisers

Commission and fee paid or payable to third party financial advisers decreased by 14.2% from \$12.12 million in 3Q14 to \$10.40 million in 3Q15, which was due to the decrease in revenue from B2B (Business-to-Business) business in the quarter. Commission and fee paid or payable to third party financial advisers increased by 6.3% from \$31.27 million in 9M14 to \$33.23 million in 9M15, which was in line with the increase in revenue from B2B business in the period.

Net revenue

Net revenue represents revenue earned by the Group after commission and fee paid or payable to third party financial advisers. The net revenue of \$10.14 million for 3Q15 was slightly 1.9% higher than 3Q14; and the net revenue of \$31.38 million for 9M15 was 14.8% higher than 9M14.

The following table shows the breakdown of the Group's net revenue, by recurring and non-recurring basis. For 3Q15, 83.3% of net revenue is derived from recurring net revenue and 16.7% is from non-recurring net revenue; and for 9M15, 82.8% of net revenue is derived from recurring net revenue and 17.2% is from non-recurring net revenue.

	Group			Group		
	3Q15 \$'000	3Q14 \$'000	Change %	9M15 \$'000	9M14 \$'000	Change %
Recurring net revenue	8,451	7,858	7.5	25,969	21,760	19.3
Non-recurring net revenue	1,689	2,094	-19.3	5,409	5,568	-2.9
Net revenue	<u>10,140</u>	<u>9,952</u>	<u>1.9</u>	<u>31,378</u>	<u>27,328</u>	<u>14.8</u>

Recurring net revenue is calculated based on a percentage of average Asset Under Administration ("AUA") of Investment Products distributed on the Group's platforms, which comprises trailer fees, platform fees and wrap fees. The increase in recurring net revenue was due mainly to an increase in average AUA for both B2B business and B2C (Business-to-Customer) business, arising from the inflow of investments from customers. The average AUA of the Group had a value of approximately \$5.58 billion in 3Q15 (3Q14: \$5.09 billion) at a YoY growth of 9.6%, and the average AUA of the Group had a value of approximately \$5.63 billion in 9M15 (9M14: \$4.86 billion) at a YoY growth of 15.8%.

Non-recurring revenue mainly comprises commission income derived from investment subscription via front-end load commissions or processing fees; service fees arising from the provision of currency conversion administration services to customers and the provision of administration services to financial advisory firms; and advertising fee earned from advertisements placed by third parties on iFAST websites and mobile applications. The decrease

in non-recurring net revenue was due mainly to a decrease in commission income as a result of decreased investment subscription from customers.

The following table shows the breakdown of the Group's net revenue by geographical segments.

	3Q15 \$'000	Group 3Q14 \$'000	Change %	9M15 \$'000	Group 9M14 \$'000	Change %
Singapore	7,361	6,778	8.6	22,639	19,203	17.9
Hong Kong	2,281	2,719	-16.1	7,349	7,046	4.3
Malaysia	498	455	9.5	1,390	1,079	28.8
	<u>10,140</u>	<u>9,952</u>	<u>1.9</u>	<u>31,378</u>	<u>27,328</u>	<u>14.8</u>

Other operating income

Other operating income increased by \$0.26 million or 781.8% in 3Q15 and increased by \$0.90 million or 430.1% in 9M15, due mainly to an increase in investment income in the period.

Operating expenses

Depreciation of plant and equipment increased by \$0.05 million or 21.8% in 3Q15, and increased by \$0.12 million or 20.5% in 9M15. Amortisation of intangible assets increased by \$0.10 million or 193.9% in 3Q15, and increased by \$0.15 million or 102.1% in 9M15. These were due mainly to additions of plant and equipment and intangible assets purchased after 3Q14 to support our business expansion in the countries that the Group operates in.

Staff costs increased by \$0.31 million or 7.4% from \$4.21 million in 3Q14 to \$4.52 million in 3Q15 and increased by \$1.78 million or 15.9% from \$11.25 million in 9M14 to \$13.04 million in 9M15, due mainly to the annual salary increment adjusted in January 2015, the increased number of staff and equity-settled share-based payment transactions in relation to performance shares granted pursuant to the iFAST Corporation Performance Share Plan in the period.

Other operating expenses increased by \$0.05 million or 1.8% from \$2.62 million in 3Q14 to \$2.67 million in 3Q15 and increased by \$1.37 million or 17.9% from \$7.68 million in 9M14 to \$9.05 million in 9M15, due mainly to increases in rental of our Hong Kong office, IT maintenance and services and bank charges which are in line with the growth of the Group's business in the period and partially offset by unrealised exchange gains arising from cash and cash equivalents and investments in available-for-sale financial assets reported in 3Q15.

Overall, total operating expenses increased by \$0.50 million or 7.1% from \$7.08 million in 3Q14 to \$7.58 million in 3Q15, and increased by \$3.42 million or 17.4% from \$19.65 million in 9M14 to \$23.08 million in 9M15.

	3Q15 \$'000	Group 3Q14 \$'000	Change %	9M15 \$'000	Group 9M14 \$'000	Change %
Operating expenses	<u>7,584</u>	<u>7,084</u>	<u>7.1</u>	<u>23,077</u>	<u>19,653</u>	<u>17.4</u>

Finance income

Finance income increased by \$0.22 million or 861.5% in 3Q15 and increased by \$0.47 million or 633.8% in 9M15, which was in line with the increase in cash and cash equivalent and investments in bonds in the period, as a result of receipts of net proceeds of \$48.02 million from the issuance of the new shares (including over-allotment shares) pursuant to the initial public offering ("IPO") on 11 December 2014.

Share of result of associate, net of tax

In July 2014, the Group acquired a 19.9% stake in an associate for an aggregate consideration of \$400,157. The associate managed a turnaround in 3Q15. As a result, the Group's share of profit

after tax of associate was \$0.01 million in 3Q15, while the Group's share of loss after tax of associate was \$0.02 million in 9M15.

Tax expense

The effective tax rate remained low in 3Q15 and 9M15, due mainly to continued utilisation of unabsorbed tax losses from prior years by Hong Kong and Malaysia operations and tax incentives enjoyed by Singapore operation in the period.

Profit for the period

Overall, the Group's profit after tax slightly decreased by 0.5% from \$2.96 million in 3Q14 to \$2.95 million in 3Q15, but still increased by 21.9% from \$7.58 million in 9M14 to \$9.24 million in 9M15. The following table shows the breakdown of the Group's profit after tax by geographical segments.

	Group			Group		
	3Q15 \$'000	3Q14 \$'000	Change %	9M15 \$'000	9M14 \$'000	Change %
Singapore	2,819	2,302	22.5	8,449	6,451	31.0
Hong Kong	305	741	(58.8)	1,311	1,589	(17.5)
Malaysia	119	11	981.8	129	(84)	NM
China	(298)	(93)	220.4	(652)	(379)	72.0
	<u>2,945</u>	<u>2,961</u>	<u>(0.5)</u>	<u>9,237</u>	<u>7,577</u>	<u>21.9</u>

Note:

NM denotes not meaningful.

In Singapore, profit after tax increased by 22.5% from \$2.30 million in 3Q14 to \$2.82 million in 3Q15 and 31.0% from \$6.45 million in 9M14 to \$8.45 million in 9M15, which was partially contributed by increases in investment income and finance income in the period.

The profit generated from Hong Kong operation decreased by 58.8% from \$0.74 million in 3Q14 to \$0.31 million in 3Q15 and 17.5% from \$1.59 million in 9M14 to \$1.31 million in 9M15. The decline in Hong Kong profitability resulted from the combined impacts of the sharp decline in equity markets, particularly China/Hong Kong equity markets, reduced investment subscription volume as a result of the suspension of CIES announced in January 2015 as well as an increase in its office rental from January 2015 resulting from office lease renewal.

After Malaysia operation reached the break-even point in 2Q15, the profit generated from Malaysia operation increased from \$0.01 million in 3Q14 to \$0.12 million in 3Q15. As a result, the Malaysia operation reported profit of \$0.13 million in 9M15, while the loss incurred by Malaysia operation was \$0.08 million in 9M14.

The China operation is still in the start-up phase. The loss from China operation increased by 220.4% from \$0.09 million in 3Q14 to \$0.30 million in 3Q15 and 72.0% from \$0.38 million in 9M14 to \$0.65 million in 9M15.

Statement of Financial Position

The Group's shareholders' equity increased to \$75.07 million as at 30 September 2015 from \$66.91 million as at 31 December 2014. This was due mainly to contribution of net profit and issuance of ordinary shares in the period.

The Group's cash position (including cash at bank and in hand, money market fund and investments in available-for-sale financial assets categorised under other investments) increased to \$62.07 million as at 30 September 2015 from \$57.41 million as at 31 December 2014.

Current assets increased to \$82.08 million as at 30 September 2015 from \$77.03 million as at 31 December 2014 due mainly to an increase in the Group's cash position in the period.

Non-current assets increased to \$6.72 million as at 30 September 2015 from \$4.07 million as at 31 December 2014 mainly due to additions of intangible assets and prepayments pursuant to the additional trailer fees paid by the Group to its business partners in the form of shares with a vesting period of three years in the period.

Total liabilities decreased to \$13.73 million as at 30 September 2015 from \$14.19 million as at 31 December 2014. This was due mainly to decreases in trade and other payables and partially offset by an increase in provision for income tax in the period.

Consolidated Statement of Cash Flows

Net cash from operating activities increased from \$3.46 million in 3Q14 to \$3.81 million in 3Q15 due mainly to higher interest received from cash and cash equivalent and available-for-sale financial assets. Net cash from operating activities increased from \$7.14 million in 9M14 to \$9.98 million in 9M15, which was in line with higher operating profit generated in the period.

Net cash used in investing activities was \$3.06 million in 3Q15 compared to \$0.95 million in 3Q14, and net cash used in investing activities was \$19.47 million in 9M15 compared to \$1.76 million in 9M14. This was due mainly to additions of intangible assets and increases in investments in available-for-sale financial assets in the period.

Net cash used in financing activities was \$1.80 million in 3Q15 compared to \$4.94 million in 3Q14 due mainly to a payment of \$3.54 million in relation to the acquisition of additional interests in subsidiaries in July 2014. In addition, due to higher dividend payouts in the period and partially offset by a receipt of proceeds from issuance of over-allotment shares on 6 January 2015 in connection with the IPO on 11 December 2014, net cash used in financing activities was \$2.14 million in 9M15 and \$6.94 million in 9M14.

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

No forecast or prospect statement 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.

We operate in an industry that may be affected by general economic and financial market conditions and regulatory changes in the markets in which our Group operates.

Our ongoing efforts in improving the range of investment products and services that we offer as a platform will help to ensure that we will remain a leading investment platform going forward. Progresses made in recent months include the launch of an online bonds distribution business in Singapore, and an online Discretionary Portfolio Management Services in Hong Kong.

The suspension of the CIES scheme has affected our Hong Kong business in the short run. We are continuing with our efforts to grow the non-CIES business, where we believe the potential continues to be substantial.

In China, we recently received the approval for a Funds Distributor Qualification from the China Securities Regulatory Commission. This will allow us to run an investment funds platform in China. We believe that the China market offers strong potential in the medium to long term, as we

will be able to help meet the wealth management needs of Chinese investors in both onshore and offshore investment products. We are currently planning to officially launch our China investment funds platform business in late 1Q2016.

We expect China operation to start to contribute to the Group's revenue in 2016. We however expect that our China business will incur an operating loss as we are in the initial stages of building the business.

We intend to explore the possibility of selling a minority stake in our iFAST China business to institutional investors and/or other investors in the next 1-2 years to strengthen our capability in the China market. If that materialises, the Group may see a gain through the cash injection, although any such gain may be recognised in reserves instead of the income statement of the Group. There are no discussions or negotiations with any specific parties at the moment.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

Name of dividend	Interim
Dividend type	Cash
Dividend rate	0.68 cents per ordinary share
Tax rate	One-tier tax exempt

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year?

Name of dividend	Interim
Dividend type	Cash
Dividend rate	20.0 cents per ordinary share *
Tax rate	One-tier tax exempt

* Before subdivision of every 1 ordinary share into 6 ordinary shares as completed by the Company on 20 November 2014.

(c) Date payable

The interim dividend will be paid on 20 November 2015.

(d) Books closure date

The Register of Members and Share Transfer Books of the Company will be closed on 9 November 2015 for the purpose of determining members' entitlements to the proposed third interim dividend. Accordingly, registrable transfers received by the Company's Share Registrar, Tricor Barbinder Share Registration Services (a business division of Tricor Singapore Pte Ltd) at 80 Robinson Road, #02-00 Singapore 068898, up to 5.00 pm on 6 November 2015 will be registered to determine members' entitlement to the proposed third interim dividend. Members whose securities accounts with The Central Depository (Pte) Limited are credited with shares in the capital of the Company as at 5.00 p.m. on 6 November 2015 will be entitled to the proposed third interim dividend.

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

Not applicable.

13. If the group has obtained a general mandate from shareholders for Interested Person Transactions (“IPT”), 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 general mandate from shareholders for interested person transactions.

14. Use of proceeds from the Company’s initial public offering

Pursuant to the IPO on 11 December 2014, the Company received net proceeds of \$48.0 million from the issuance of the new shares (including over-allotment shares), after deducting for share issuance expenses of \$2.4 million and IPO-related expenses of \$1.95 million. The following table sets out our use of the net IPO proceeds up to 30 September 2015.

	Allocation of IPO proceeds	IPO proceeds utilised as at 30 September 2015	Balance of IPO proceeds
Use of net Proceeds	\$' million	\$' million	\$' million
Mergers and acquisitions strategy	27.2	-	27.2
Expansion of our business in the Chinese market	7.0	3.3	3.7
Enhancement of our product capabilities, IT and services	8.0	1.7	6.3
Working capital purposes	5.8	-	5.8
Net Proceeds	<u>48.0 ⁽¹⁾</u>	<u>5.0</u>	<u>43.0</u>

Note:

(1) Estimated net IPO proceeds disclosed in the Prospectus dated 4 December 2014 was \$44.6 million and the actual net IPO proceeds received by the Company was \$48.0 million.

Pending the deployment of the remaining net proceeds as disclosed above, the balance of IPO proceeds of \$43.0 million has been used to invest in bonds, unit trusts and short term deposits as stated in the Prospectus.

The Company will continue to make periodic announcements on the use of the proceeds as and when the funds are materially disbursed.

15. Confirmation by the Board pursuant to Rule 705(5) of the Listing Manual

The directors of the Company confirm that to the best of their knowledge, nothing has come to the attention of the board of directors which may render the financial results for the third quarter and nine months ended 30 September 2015 to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

Leung Fung Yat, David
Chief Financial Officer
29 October 2015